

*ST. MARY PARISH COUNCIL*

Primary Government Financial Statements  
St. Mary Parish, State of Louisiana

Annual Financial Statements  
with Independent Auditors' Report

And

Independent Auditors' Reports on Internal Control and Compliance and Other Matters  
For the Year Ended December 31, 2016

# 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, 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 of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council's primary government as listed in the table of contents under Basic Financial Statements. We have also 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 fund financial statements and individual fund budgetary comparison schedules as of and for the year ended December 31, 2016, 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 .5 percent, .2 percent, and 8.7 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. 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 on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the primary government of the St. Mary Parish Council as of December 31, 2016, 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 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 primary government of the St. Mary Parish Council as of December 31, 2016, and the respective changes in financial position, and respective budgetary comparisons, where applicable thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Emphasis of Matters

As discussed in Note 1, the financial statements referred to above include only the primary government of the St. Mary Parish Council, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the Council's legal entity. These primary government financial statements do not include financial data for the Council's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the Council's primary government. As a result, these primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the St. Mary Parish Council as of December 31, 2016, the changes in its financial position, or where applicable, its cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

We have audited, in accordance with auditing standards generally accepted in the United States, of America, the financial statements of the reporting entity of the St. Mary Parish Council as of and for the year ended December 31, 2016, and our report thereon, dated June 27, 2017 expressed an unmodified opinion on those financial statements.



## Other Matters

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis, and Required Supplementary Information Schedule of the Council's Proportionate Share of the 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 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.

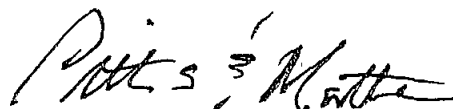
### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Council's primary government. The information listed as General Supplementary Information in the table of contents is presented for the purposes of additional analysis and is not a required part of the basic financial statements of the Council's primary government. The accompanying schedule of expenditures of federal awards, listed as Supplementary Information Required by Uniform Guidance in the table of contents is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and is also not a required part of the basic financial statements of the Council's primary government.

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" has been subjected to the auditing procedures applied in the audit of the basic financial statements of the Council's primary government, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the procedures performed as described above, and the reports of other auditors, the schedule of expenditures of federal awards and the information listed as General Supplementary Information in the table of contents is fairly stated in all material respects in relation to the basic financial statements of the Council's primary government as a whole. The information marked 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 any assurance on it.

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated June 27, 2017, on our consideration of the St. Mary Parish Council's internal control over financial reporting and 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 St. Mary Parish Council's internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS

June 27, 2017  
Morgan City, Louisiana

## MANAGEMENT'S DISCUSSION AND ANALYSIS

## ST. MARY PARISH COUNCIL

### MANAGEMENT'S DISCUSSION AND ANALYSIS

As financial management of the St. Mary Parish Council (Council), we offer readers of these financial statements an overview and analysis of the financial activities of the Council. This narrative is designed to assist the reader in focusing on significant financial issues, identify changes in the Council's financial position, identify any material deviations from the approved budget documents, and identify individual fund issues and concerns. Readers should read the management's discussion and analysis (M D & A) in conjunction with the Council's financial statements and the notes to the financial statements also included in this report.

#### FINANCIAL HIGHLIGHTS

Key financial highlights for the year ending December 31, 2016 include the following:

- Assets and deferred outflows of resources of the primary government (which includes both governmental and business-type activities) exceeded its liabilities and deferred inflows of resources at the close of the year ended December 31, 2016 by approximately \$117 million (*net position*). Of this amount, approximately 9% or approximately \$11 million, (*unrestricted net position*) may be used to meet the Council's ongoing obligations to citizens and creditors.
- The Council's total net position decreased by approximately \$4.1 million during 2016. Governmental activities net position decreased by approximately \$4.3 million during 2016, while the business-type activities net position increased by approximately \$160,000.
- As of the close of the fiscal year, the Council's governmental funds reported combined ending fund balances of approximately \$99 million. Approximately \$3.5 million is available for spending at the Council's discretion (*unrestricted fund balance*).
- At December 31, 2016, fund balance for the General Fund, the Council's primary operating fund, was approximately \$2.6 million. \$1.6 million is nonspendable for the non-current portion of receivables. The remaining \$1 million is unassigned.
- Major asset additions include grass cutting equipment and excavators.

#### OVERVIEW OF THE FINANCIAL STATEMENTS

With the implementation of the Governmental Accounting Standards Board Statement No. 34, the government's presentation of the financial statements has been greatly changed. This discussion and analysis is intended to serve as an introduction to the Council's basic financial statements. These financial statements are for the primary government only and do not include any component unit financial statements. The Council's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) the notes to the financial statements. This report also includes other supplementary information in addition to the basic financial statements themselves.

## **Government-Wide Financial Statements**

The government-wide financial statements, which include the Statement of Net Position and the Statement of Activities, are designed to be similar to private sector business in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. These statements combine the governmental fund's current financial resources with the capital assets and long-term obligations associated with the Council. Also presented in the government-wide financial statements is a total column for the business-type activities of the primary government.

The Statement of Net Position presents information on all of the Council's assets, deferred outflow of resources, liabilities, and deferred inflow of resources; with the difference reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the Council is improving or deteriorating.

The Statement of Activities presents information showing how the Council's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. For example, uncollected taxes and earned but unused vacation leave result in cash flows for future periods. The focus of the Statement of Activities is on both the gross and net cost of various activities that are provided by the government's general tax and other revenues. This is intended to summarize information and simplify the user's analysis of the cost of various governmental services and/or subsidies to various business-type activities.

Both of the government-wide financial statements distinguish between functions of the Council that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Council include general government and administration, public safety, public works, sanitation, culture and recreation, health and welfare, urban redevelopment and housing and economic development and assistance. The business-type activities of the Council include the solid waste landfill, small animal control and Kemper Williams Park. The government-wide financial statements can be found on pages 18-19 of this report.

## **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Council, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Traditional users of governmental financial statements will find the fund financial statement presentation more familiar. The focus is now on major funds, rather than generic fund types.

**Governmental Funds** – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental major funds presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan is typically developed. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's current financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar

information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental funds balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Council maintains 45 governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Road Construction & Maintenance, Sanitation, Capital Improvement, CDBG Recovery, and the Combined Sewer Construction funds, all of which are considered to be major funds. Budgetary comparison schedules are also presented for each major fund except for the Capital Improvement and Combined Sewer Construction funds which do not have legally adopted budgets. Data from the other 39 funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and individual budgetary comparison schedules, when applicable, elsewhere in this report. The basic governmental funds financial statements can be found on pages 17-29.

**Proprietary Funds** – The Council maintains three separate proprietary or enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Council uses enterprise funds to account for its solid waste disposal plant, recreation park and small animal control operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Reduction and Transfer Fund (solid waste disposal plant) and the Kemper Williams Park fund since both are considered to be major funds of the Council. Because the Small Animal Control fund is the only remaining enterprise fund, it is also being presented in the basic financial statements, even though the Council considers it to be a non-major fund.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are a required part of the basic financial statements and can be found on pages 30-74.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, such as the budgetary comparison schedules for three of the major funds—General Fund, Road Construction & Maintenance Fund, and Sanitation Fund. The Council has chosen to present these schedules as part of the basic financial statements.

The supplementary information section referred to earlier in connection with the non-major governmental funds is presented immediately following the notes to the financial statements.

Also included in this report are the Office of Management and Budget Uniform Guidance Single Audit auditor reports, findings and schedules.

GOVERNMENT- WIDE FINANCIAL ANALYSIS

The following table reflects the condensed Statement of Net Position for 2016, with comparative figures from 2015:

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
<b>Assets:</b>						
Current and other assets						
(other than internal balances) \$	22,668,305	\$ 23,577,300	\$ 3,568,931	\$ 4,355,136	\$ 26,237,236	\$ 27,932,436
Restricted assets	-	-	3,633,205	3,972,508	3,633,205	3,972,508
Internal balances	(5,217,383)	(4,924,271)	5,217,383	4,924,271	-	-
Capital assets, net	110,073,211	113,576,359	22,534,922	21,956,702	132,608,133	135,533,061
Total assets	127,524,133	132,229,388	34,954,441	35,208,617	162,478,574	167,438,005
Deferred outflows of resources	3,366,669	1,352,286	981,981	477,381	4,348,650	1,829,667
Total assets and deferred outflows of resources	130,890,802	133,581,674	35,936,422	35,685,998	166,827,224	169,267,672
<b>Liabilities:</b>						
Current Liabilities						
(other than internal balances)	6,239,405	6,085,124	1,040,638	1,176,533	7,280,043	7,261,657
Long-term liabilities	25,301,805	24,148,607	17,057,990	16,905,811	42,359,795	41,054,418
Total liabilities	31,541,210	30,233,731	18,098,628	18,082,344	49,639,838	48,316,075
Deferred inflows of resources	375,042	107,774	94,409	24,557	469,451	132,331
<b>Net position:</b>						
Net investment in capital assets	93,526,153	94,485,041	11,117,942	9,794,722	104,644,095	104,279,763
Restricted	4,540,478	5,234,414	(787,544)	(382,724)	3,752,934	4,851,690
Unrestricted	907,919	3,520,714	7,412,987	8,167,099	8,320,906	11,687,813
Total net position	\$ 98,974,550	\$ 103,240,169	\$ 17,743,385	\$ 17,579,097	\$ 116,717,935	\$ 120,819,266

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Council, assets plus deferred outflow of resources of the primary government exceeded liabilities by approximately \$117 million as of December 31, 2016; this is a decrease of \$4.1 million from 2015. This change in net position is the net effect of current year activity. All of these factors will be discussed in more detail later in this analysis. The largest portion of the Council's net position (89%) or approximately \$104 million reflects its investment in capital assets (e.g. land, building, equipment, improvements, construction in progress and infrastructure), less any debt used to acquire those assets that is still outstanding. The Council uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the Council's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Council's net position (3.2%) or \$3.8 million represents resources that are subject to external restriction on how they may be used. This amount has decreased from the prior year by approximately \$1.1 million. The remaining balance of unrestricted net position, approximately \$8.3 million or 7.1%, may be used to meet the government's ongoing obligations to citizens and creditors.

As of December 31, 2016, the Council was able to report positive balances in all three categories of net position for the government as a whole, as well as for its separate governmental activities. There was however, a deficit in restricted net assets in the business-type activities for December 31, 2016 which was caused by the excess of non-capital related long term debt (the liability for landfill closure and post closure care costs) which exceeded the assets set aside for this liability. This deficit increased by approximately \$400,000 in 2016.

**Governmental Activities:** Governmental activities decreased net position by approximately \$4.3 million. Decreases in Operating Grants and Contributions, Capital Grants and Contributions and decreases in royalty road funds were the main factors for the 2016 decrease.

**Business-type Activities:** Net position from business-type activities increased by \$164,000 or approximately 1%. A decrease in total revenues and total expenses, offset by a decrease in operating transfers and a Capital Contribution related to the Small Animal Control Building were the main factors.

The table on the following page provides a summary for both governmental and business-type changes in net position for the year ended December 31, 2016 with comparative totals for the year ended December 31, 2015.

The Council's total operating revenues for the year ended December 31, 2016 were approximately \$36.5 million and the total cost of all programs and services was \$41.6 million. Net position decreased by \$5.2 million from *operations* during the year. The following analysis separately describes the operations of governmental and business-type activities.

*Governmental activities* net position decreased by approximately \$4.2 million in 2016. The cost of all governmental activities this year was \$36 million. As shown in the Statement of Activities on the following page, the amount that the taxpayers of St. Mary Parish financed through taxes, royalties and assessments was approximately \$14.4 million. The amount in revenues that was paid by those who directly benefited from the programs was \$2.9 million and \$15.4 million was funding received from other governments and organizations by means of grants and contributions. Interest received on investments amounted to approximately \$154,000.

Program revenues, which amounted to approximately \$18.2 million covered approximately 51% of total governmental costs; the remainder was paid with taxes and other revenues, such as investment earnings, royalties, and state revenue sharing.



St. Mary Parish Council  
Statement of Changes in Net Position  
For the years ended December 31,

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
<b>Revenues:</b>						
<b>Program Revenue:</b>						
Charges for services	\$ 2,880,864	\$ 3,106,810	\$ 3,563,515	\$ 4,040,589	\$ 6,444,379	\$ 7,147,399
Operating grants and contributions	6,680,782	7,565,201	32,440	48,343	6,713,222	7,613,544
Capital grants and contributions	8,670,114	10,034,338	-	-	8,670,114	10,034,338
<b>General Revenues:</b>						
Sales and use taxes	5,518,387	5,964,783	-	-	5,518,387	5,964,783
Ad valorem taxes	3,768,673	3,844,029	-	-	3,768,673	3,844,029
Severance taxes	1,002,613	1,001,411	-	-	1,002,613	1,001,411
Other taxes, penalties and interest	65,338	68,490	-	-	65,338	68,490
Royalty road funds	3,557,272	5,451,517	-	-	3,557,272	5,451,517
State shared revenues	475,680	545,798	-	-	475,680	545,798
Investment income	153,569	129,355	49,821	9,460	203,390	138,815
Gain on refunding	-	120,000	-	-	-	-
Nonemployer pension contributions	63,855	62,132	-	-	63,855	62,132
<b>Total revenues</b>	<u>32,837,147</u>	<u>37,893,864</u>	<u>3,645,776</u>	<u>4,098,392</u>	<u>36,482,923</u>	<u>41,872,256</u>
<b>Expenses:</b>						
General government	7,776,283	7,115,885	-	-	7,776,283	7,115,885
Public safety	4,495,057	5,051,434	-	-	4,495,057	5,051,434
Public works	13,120,971	9,670,350	-	-	13,120,971	9,670,350
Sanitation	1,903,180	2,363,742	-	-	1,903,180	2,363,742
Culture & recreation	2,354,426	2,419,675	-	-	2,354,426	2,419,675
Health & Welfare	5,018,652	5,491,463	-	-	5,018,652	5,491,463
Urban redevelopment & housing	348,424	303,619	-	-	348,424	303,619
Economic development & assistance	269,969	239,286	-	-	269,969	239,286
Interest and fees on long-term debt	540,804	829,443	-	-	540,804	829,443
Solid Waste Landfill	-	-	4,782,023	4,853,711	4,782,023	4,853,711
Small Animal Control	-	-	353,126	322,401	353,126	322,401
Kemper Williams Park	-	-	680,125	732,801	680,125	732,801
<b>Total expenses</b>	<u>35,827,766</u>	<u>33,484,897</u>	<u>5,815,274</u>	<u>5,908,913</u>	<u>41,643,040</u>	<u>39,393,810</u>
Increase (decrease) in net position before special items and transfers	(2,990,619)	4,408,967	(2,169,498)	(1,810,521)	(5,160,117)	2,598,446
Transfers	(1,275,000)	(2,076,000)	1,275,000	1,811,000	-	(265,000)
Capital Contributions	-	-	1,058,786	-	1,058,786	-
<b>Increase (decrease) in net position</b>	<u>(4,265,619)</u>	<u>2,332,967</u>	<u>164,288</u>	<u>479</u>	<u>(4,101,331)</u>	<u>2,333,446</u>
Net position - beginning	103,240,169	100,188,246	17,579,097	17,414,806	120,819,266	117,603,052
Prior period adjustment	-	718,956	-	163,812	-	882,768
Net position - beginning (as adjusted)	<u>103,240,169</u>	<u>100,907,202</u>	<u>17,579,097</u>	<u>17,578,618</u>	<u>120,819,266</u>	<u>118,485,820</u>
<b>Net position - ending</b>	<u>\$ 98,974,550</u>	<u>\$103,240,169</u>	<u>\$ 17,743,385</u>	<u>\$ 17,579,097</u>	<u>\$116,717,935</u>	<u>\$120,819,266</u>

As mentioned previously, the Council's total net position decreased by \$4.1 million during the current year. *Governmental activities* net position decreased by \$4.2 million. Some factors affecting the change in net position for governmental activities were:

1. Total revenues decreased by approximately \$5.1 million or 13%. Program revenues decreased by \$2.5 million. This was mainly due to a decrease in capital grants and contributions. General revenues decreased by \$2.5 million. This was mainly due to decreases in sales taxes and royalty road funds.
2. Operating expenditures increased by approximately \$2.3 million or 7%. The main part of this increase is due to an increase in public works of \$3.4 million which is a result of many grant funded projects being worked on in 2016.

*Business-type activities* net position increased by approximately \$164,000 in 2016.

The Reduction and Transfer fund, the Small Animal Control fund, and the Kemper Williams Park funds all had excesses of expenses over revenues for the year. After non-operating activities and operating transfers, the Reduction and Transfer fund and the Kemper Williams Park fund had decreases in net position, and the Small Animal Control fund had an increase in net position. The net effect, after transfers, was the overall increase in net position of approximately \$164,000 for all three enterprise funds.

#### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Council uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental Funds:* Governmental fund equity is classified into five categories: non spendable, restricted, committed, assigned and unassigned. A more detailed description of these classifications can be found in Note 1 to the financial statements on pages 34-35.

As of the end of the current year, the Council's governmental funds reported combined ending fund balances of approximately \$13.7 million, a decrease of \$1.4 million in comparison to the prior year. At the end of 2016, approximately 39% or \$5.4 million of this total amount constitutes assigned fund balance. \$3 million, or 22%, is restricted for specific uses. \$2.5 million is considered non spendable for non-current receivables. The remaining \$2.9 million is unassigned.

The General Fund is the chief operating fund of the St. Mary Parish Council. At the end of the fiscal year, total fund balance of the General Fund was approximately \$2.6 million. \$1.6 million is non spendable for non-current portion of receivables. The remaining \$1 million is unassigned. Compared with total fund balance of approximately \$3.2 million at the end of 2015, fund balance decreased by \$500,000 during 2016.

Fund balance in the Road Construction and Maintenance Fund decreased by approximately \$1.3 million. This increase is mainly due to a significant decrease in royalty road funds.

*Proprietary Funds:* The Council's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. At the end of the current fiscal year, the Council's proprietary funds reported combined ending net position of approximately \$17.6 million, an increase of \$164,000 in comparison with the prior.

The Reduction and Transfer fund had a decrease in net position of approximately \$649,000 in 2016. The Small Animal Control fund had an increase in net position of approximately \$1 million in 2016 (mainly due to the capital contribution transfer related to completion of the new small animal control building in 2016) and the Kemper Williams Park fund had a decrease in net position of approximately \$187,000 in 2016.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

The Council made revisions to the original appropriations which resulted in the final amended budget for 2016. Overall these changes resulted in an increase in budgeted revenues of approximately \$342,000 or approximately 5%. The majority of this amended increase is in the area of federal and state grants which makes up \$343,000. These differences are due to the Council's policy of not adopting budgets for grants until it is almost certain of the amount and timing of receipt of the grant monies.

When actual results for 2016 are compared with the final budget, revenue collections were under budget by \$38,000.

The actual charges to appropriations (expenditures) were \$813,000 under the final budgeted amounts.

#### CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital Assets:** From the schedule below, the Council's investment in capital assets for its governmental and business-type activities as of December 31, 2016 amounts to \$133 million (net of accumulated depreciation). This investment in capital assets includes land, infrastructure, buildings, equipment and furniture and various construction projects within the parish.

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 1,870,876	\$ 1,870,876	\$ 2,052,372	\$ 2,052,372	\$ 3,923,248	\$ 3,923,248
Land improvements	-	-	1,750,227	1,750,227	1,750,227	1,750,227
Construction in progress	6,798,063	8,736,229	156,612	154,961	6,954,675	8,891,190
Infrastructure	73,424,096	76,347,538	-	-	73,424,096	76,347,538
Buildings	9,103,785	9,576,008	1,188,661	133,950	10,292,446	9,709,958
Equipment and furniture Improvements	3,048,445	2,435,936	1,998,469	1,867,113	5,046,914	4,303,049
	15,827,946	14,609,772	15,388,581	15,998,079	31,216,527	30,607,851
Totals	<u>\$ 110,073,211</u>	<u>\$ 113,576,359</u>	<u>\$ 22,534,922</u>	<u>\$ 21,956,702</u>	<u>\$ 132,608,133</u>	<u>\$ 135,533,061</u>

Major capital asset events during the current fiscal year included the following:

- Bayou Vista Drainage Improvements -- \$388,000
- Hedgerow Subdivision Street Repairs -- \$187,000
- Ralph Darden Parkway Improvements -- \$263,000
- Small Animal Control Building -- \$520,000

**Long-term Debt:** The table below reflects the Council's long-term debt at December 31, 2016 with comparative figures from 2015. Governmental activities account for 59% of the total debt at December 31, 2016.

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
General obligation debt	\$ 8,547,000	\$ 9,121,000	-	-	\$ 8,547,000	\$ 9,121,000
Revenue bonds	7,150,000	8,610,000	-	-	7,150,000	8,610,000
Public parks and recreation bonds	285,000	560,000	-	-	285,000	560,000
Bonds payable	-	-	\$ 11,485,000	\$ 12,230,000	11,485,000	12,230,000
Original issue premium	45,434	72,694	-	-	45,434	72,694
Original issue discount	-	-	(68,020)	(68,020)	(68,020)	(68,020)
Compensated absences	119,000	212,000	-	-	119,000	212,000
<b>Total</b>	<u>\$ 16,146,434</u>	<u>\$ 18,575,694</u>	<u>\$ 11,416,980</u>	<u>\$ 12,161,980</u>	<u>\$ 27,563,414</u>	<u>\$ 30,737,674</u>

Business-type long-term debt is responsible for \$11.4 million or 41% of the Council's total debt. This debt is comprised of two issues—Solid Waste Bonds, Series 2010 that were issued for expansion at the parish landfill and Solid Waste Sales Tax Bonds, Series 2013 that were issued to refund the 2008 bonds to reduce interest rates. The Council's total debt had a net decrease of approximately \$3.2 million during the current fiscal year. Additional information concerning the Council's long-term debt can be obtained from Note 13 on pages 55–60 of this report.

#### ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

In the fiscal year 2017 budget, ad valorem revenues are budgeted at approximately the same amount as the 2016 actual revenues. These revenues reflect 36% of general fund budgeted revenues and combined with transfers in, provide 69% of budgeted general fund revenues.

After a slight decrease in 2009, sales taxes in the parish increased through 2013 while decreasing slightly in 2014 and moderately in 2015. Sales Tax Collections decreased approximately 8% in 2016 and are expected to remain the same in 2017. This is primarily due to a decrease in oil and gas work activity as a result of lower oil prices. In the Road Maintenance Fund, Royalty Road Revenues are budgeted slightly higher than the final revenue for 2016. The 2016 royalty road revenues decreased approximately 35% compared to the prior year. These funds are constantly monitored and should be noted that the 2014 revenues were the most collected at \$9.1 million. It is expected that 2017 Royalty Road Revenues will be approximately 10% more than 2016, based on collections year to date. Except for garbage collection rates, which were adjusted in 2006 due to an increase in garbage collection charges under a new contract, the Parish's rates and charges for services remain the same for 2017 and revenues are budgeted similar to 2016.

These 2017 revenue projections combined with expenditures such as personnel, fuel costs, insurance, and cost of goods; which are expected to be the same or slightly lower than 2016, have required the Parish Council to provide a basic budget in order to continue to provide the level of service to its citizens.

In 2004 and 2005, the Parish Council had refunded much of its outstanding debt at a lower interest rate in order to lower its annual debt service and in some instances decrease the term. In 2008, two more issues were refinanced to obtain lower interest rates at a substantial savings to the Parish. The Parish also refunded outstanding Jail Construction Bonds which provided a lower interest rate and a decrease in the annual debt service requirement while providing an additional \$1.2 million for additional jail improvements to its mechanical systems, its electronic security system and provides for an emergency generator. The 2010 Sales Tax – Solid Waste Bonds have been refinanced in 2017 reflecting additional savings.

The Parish issued \$6.865 million in Sales Tax Public Improvement bonds in 2011 for the purpose of funding improvements to the St. Mary Parish Courthouse and several other Parish buildings. It is anticipated that these funds will be expended over the next two to three years. The annual debt service payment is budgeted in Fund 224, Sales Tax Bond Sinking fund. The final payment of the \$2.9 million, 2003 Public Improvement Bond was made in 2012, thereby freeing up the necessary sales tax revenues for this additional debt.

In 2016, the Parish's overall economic activity has remained somewhat flat due to the decrease in activity of the oil and gas industry sector. Lower sales tax collections year to date are a reflection of that activity. We have been able to sustain a certain level of economic activity in various other sectors and anticipate this to continue. It should be noted that the Parish's budgeted revenues reflect the anticipated decrease in revenue due to the downturn in our economic activity.

In 2006, the voters of St. Mary Parish approved to permit the berthing of a riverboat casino in the Parish. In 2007, the casino opened and as part of an agreement, the Parish received additional funds in the form of a direct payment. An annual payment has been received through 2017. These annual payments are expected to continue as a new ten (10) year agreement has been negotiated. The casino continues to operate and in addition to the creation of new jobs in the Parish, the economy continues to receive a positive impact through the purchase of goods and services.

#### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the St. Mary Parish Council's finances for all those with an interest in the Council's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Henry C. LaGrange, Chief Administrative Officer, Fifth Floor—Courthouse, Franklin, LA 70538.

BASIC FINANCIAL STATEMENTS

**ST. MARY PARISH COUNCIL**  
Statement of Net Position  
December 31, 2016

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 2,553,050	\$ 1,540,654	\$ 4,093,704
Investments	6,626,935	1,501,484	8,128,419
Receivables (net of allowances for uncollectibles)	918,870	453,149	1,372,019
Due from component units	2,287,277	-	2,287,277
Due from other governments	10,277,953	73,644	10,351,597
Other assets	4,220	-	4,220
Internal balances	<u>(5,217,383)</u>	<u>5,217,383</u>	<u>-</u>
Total current assets	<u>17,450,922</u>	<u>8,786,314</u>	<u>26,237,236</u>
<b>Noncurrent assets</b>			
Restricted cash	-	2,791,988	2,791,988
Restricted investments	-	<u>841,217</u>	<u>841,217</u>
Total restricted assets	-	<u>3,633,205</u>	<u>3,633,205</u>
<b>Capital assets</b>			
Land and improvements	1,870,876	3,802,599	5,673,475
Buildings, net of accumulated depreciation	9,103,785	1,188,661	10,292,446
Improvements other than buildings, net of accumulated depreciation	15,827,946	15,388,581	31,216,527
Equipment and furniture, net of accumulated depreciation	3,048,446	1,998,469	5,046,915
Infrastructure, net of accumulated depreciation	73,424,095	-	73,424,095
Construction in progress	<u>6,798,063</u>	<u>156,612</u>	<u>6,954,675</u>
Total noncurrent assets	<u>110,073,211</u>	<u>26,168,127</u>	<u>136,241,338</u>
Total assets	<u>127,524,133</u>	<u>34,954,441</u>	<u>162,478,574</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Gain on refunding	96,000	170,000	266,000
Related to Pensions	<u>3,270,669</u>	<u>811,981</u>	<u>4,082,650</u>
Total deferred outflows of resources	<u>3,366,669</u>	<u>981,981</u>	<u>4,348,650</u>
Total assets and deferred outflows of resources	<u>\$ 130,890,802</u>	<u>\$ 35,936,422</u>	<u>\$ 166,827,224</u>
<b>LIABILITIES</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Accounts payable	\$ 605,261	\$ 270,638	\$ 876,899
Contracts payable	2,205,928	-	2,206,928
Retainage payable	288,521	-	288,521
Accrued liabilities	235,040	-	235,040
Due to other governments	402,608	-	402,608
Accrued interest payable	203,536	-	203,536
Current portion of long-term debt	2,296,511	770,000	3,066,511
Current portion of lease obligation payable	<u>91,016</u>	<u>-</u>	<u>91,016</u>
Total current liabilities	<u>6,330,421</u>	<u>1,040,638</u>	<u>7,371,059</u>
<b>Noncurrent liabilities</b>			
Other post-employment benefits	8,615,900	1,373,600	9,989,500
Compensated absences	119,000	-	119,000
Long-term debt	13,730,923	10,646,980	24,377,903
Landfill closure costs and post-closure care costs	-	4,440,000	4,440,000
Net pension liability	2,316,358	597,410	2,913,768
Lease obligation payable	<u>428,608</u>	<u>-</u>	<u>428,608</u>
Total noncurrent liabilities	<u>25,210,789</u>	<u>17,057,990</u>	<u>42,268,779</u>
Total liabilities	<u>31,541,210</u>	<u>18,098,628</u>	<u>49,639,838</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Related to Pensions	<u>375,042</u>	<u>94,409</u>	<u>469,451</u>
Total deferred inflows of resources	<u>375,042</u>	<u>94,409</u>	<u>469,451</u>
Total liabilities and deferred inflows of resources	<u>31,916,252</u>	<u>18,193,037</u>	<u>50,109,289</u>
<b>NET POSITION</b>			
Net investment in capital assets	93,526,153	11,117,942	104,644,095
Restricted for:			
Capital projects	927,945	-	927,945
Debt service	1,444,766	1,071,676	2,516,442
Other purposes	2,167,767	-	2,167,767
Unrestricted	<u>907,919</u>	<u>5,553,767</u>	<u>6,461,686</u>
Total net position	<u>98,974,550</u>	<u>17,743,385</u>	<u>116,717,935</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 130,890,802</u>	<u>\$ 35,936,422</u>	<u>\$ 166,827,224</u>

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





ST. MARY PARISH COUNCIL

Balance Sheet  
Governmental Funds  
December 31, 2016

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>								
Cash and cash equivalents	\$ 218	\$ 123	\$ -	\$ -	\$ 1,210	\$ -	\$ 2,551,499	\$ 2,553,050
Investments		1,208,600	765,411	752,559		2,094,272	1,806,093	6,626,935
Receivables (net of allowances for uncollectibles)	456,091	184,904	189,899	1,107			86,869	918,870
Due from component units	1,697,269		14,288			575,720		2,287,277
Due from other governments	2,877,611	1,390,186	462,690	3,691,311	446,037		1,410,118	10,277,953
Due from other funds								-
Advance to other funds							2,433,223	2,433,223
Other assets							4,220	4,220
<b>Total assets</b>	<b>\$ 5,031,189</b>	<b>\$ 2,783,813</b>	<b>\$ 1,432,288</b>	<b>\$ 4,444,977</b>	<b>\$ 447,247</b>	<b>\$ 2,669,992</b>	<b>\$ 8,292,022</b>	<b>\$ 25,101,528</b>
<b>LIABILITIES</b>								
Liabilities								
Accounts payable	\$ 182,093	\$ 22,474	\$ 170,338	\$ -	\$ -	\$ 407	\$ 230,949	\$ 606,261
Contracts payable				1,835,849	371,079			2,206,928
Retainage payable				213,563	74,958			288,521
Accrued liabilities	139,983	51,125	2,842				41,090	235,040
Due to other governments							402,608	402,608
Due to other funds								-
Advance from other funds	2,061,735	1,997,526	555,522	1,468,830	-	1,217,092	349,901	7,650,606
<b>Total liabilities</b>	<b>2,383,811</b>	<b>2,071,125</b>	<b>728,702</b>	<b>3,518,242</b>	<b>446,037</b>	<b>1,217,499</b>	<b>1,024,548</b>	<b>11,389,964</b>
<b>FUND BALANCES</b>								
Fund balances (deficits)								
Nonspendable - non-current receivables	1,600,000	319,578				575,720		2,495,298
Restricted for								
Use in specific geographic areas							1,341,558	1,341,558
Debt service							1,648,302	1,648,302
Assigned for								
General Government							219,873	219,873
Public safety							309,982	309,982
Public works								
Culture & recreation							256,821	256,821
Health & welfare							339,828	339,828
Urban redevelopment & housing							6,684	6,684
Debt service							2,591,726	2,591,726
Sanitation			703,586					703,586
Capital projects				926,735	1,210			927,945
Unassigned	1,047,378	393,110	-	-	-	876,773	552,700	2,869,961
<b>Total fund balances</b>	<b>2,647,378</b>	<b>712,688</b>	<b>703,586</b>	<b>926,735</b>	<b>1,210</b>	<b>1,452,493</b>	<b>7,267,474</b>	<b>13,711,564</b>
<b>Total liabilities and fund balances</b>	<b>\$ 5,031,189</b>	<b>\$ 2,783,813</b>	<b>\$ 1,432,288</b>	<b>\$ 4,444,977</b>	<b>\$ 447,247</b>	<b>\$ 2,669,992</b>	<b>\$ 8,292,022</b>	<b>\$ 25,101,528</b>

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, 2016

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

Total fund balance - Governmental Funds \$ 13,711,564  
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. 110,073,211

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. (203,536)

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	\$ 2,296,511	
Noncurrent portion of long-term debt	13,730,923	
Lease obligation	519,624	
Compensated absences	119,000	
Other post-employment benefit plans	8,615,900	
Net pension liability	<u>2,316,358</u>	<u>(27,598,316)</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	96,000	
Deferred outflows of resources related to pensions	3,270,669	
Deferred inflows of resources related to pensions	<u>(375,042)</u>	<u>2,991,627</u>

Net position of governmental activities \$ 98,974,550

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ending December 31, 2016

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>								
Taxes								
Sales and use			\$ 2,411,276				\$ 3,107,111	\$ 5,518,387
Ad Valorem	\$ 3,615,788						152,885	3,768,673
Other taxes, penalties, & interests, etc.	65,338							65,338
Intergovernmental revenues								
Federal grants	306,695	\$ 183,311		\$ 3,868,932	\$ 2,432,761		2,575,369	9,367,068
State funds								
State grants	64,500	89,720	64,758	1,136,350			1,113,189	2,468,517
State revenue sharing	475,680							475,680
Royalty road funds		3,557,272						3,557,272
Parish road transportation funds		455,635						455,635
Severance taxes	1,002,613							1,002,613
Local								
Criminal court fund	4,637		80,850	492,254			433,772	1,006,876
Riverboat fees							1,500,000	1,500,000
Licenses & Permits	784,616						24,421	809,037
Fees, Charges, & Commission	242,189		1,400,574				240,810	1,883,573
Mosquito Abatement	183,617							183,617
Investment earnings & interest	90,556	11,117	5,376	(2,231)		\$ 15,019	33,732	153,569
Other revenues	11,056	260,294	-	-	-	-	16,450	287,800
Total revenues	<u>6,847,285</u>	<u>4,557,349</u>	<u>3,962,834</u>	<u>5,495,305</u>	<u>2,432,761</u>	<u>15,019</u>	<u>9,197,739</u>	<u>32,508,292</u>
<b>EXPENDITURES</b>								
Current:								
General government	5,727,609						411,900	6,139,509
Public safety	733,545		180,067				2,358,731	3,272,343
Public works	238,494	3,923,574					337,054	4,499,122
Sanitation			1,897,507			5,673		1,903,180
Culture & Recreation	840,902						438,122	1,279,024
Health & Welfare	863,700		60,277				3,734,817	4,658,794
Urban redevelopment & housing							348,424	348,424
Economic development & assistance	269,969							269,969
Miscellaneous	2,139							2,139
Bad debts								-
Capital outlay				4,965,231	2,431,786		238,642	7,635,659
Debt service								
Principal							2,309,000	2,309,000
Interest							563,090	563,090
Fees							4,400	4,400
Total expenditures	<u>8,676,358</u>	<u>3,923,574</u>	<u>2,137,851</u>	<u>4,965,231</u>	<u>2,431,786</u>	<u>5,673</u>	<u>10,744,180</u>	<u>32,884,653</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,829,073)</u>	<u>633,775</u>	<u>1,824,983</u>	<u>530,074</u>	<u>975</u>	<u>9,346</u>	<u>(1,546,441)</u>	<u>(376,361)</u>
<b>OTHER FINANCING SOURCES</b>								
Operating transfers in	3,190,000					500,000	4,966,217	8,656,217
Operating transfers out	(1,885,400)	(1,910,000)	(1,953,000)				(3,917,817)	(9,666,217)
Total other financing sources (uses)	<u>1,304,600</u>	<u>(1,910,000)</u>	<u>(1,953,000)</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>1,048,400</u>	<u>(1,010,000)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(524,473)</u>	<u>(1,276,225)</u>	<u>(128,017)</u>	<u>530,074</u>	<u>975</u>	<u>509,346</u>	<u>(498,041)</u>	<u>(1,386,361)</u>
Fund balance at beginning of year	<u>3,169,299</u>	<u>1,988,913</u>	<u>831,603</u>	<u>396,661</u>	<u>235</u>	<u>943,147</u>	<u>7,768,067</u>	<u>15,097,925</u>
Residual equity transfers	<u>2,552</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,552)</u>	<u>-</u>
Fund balance at end 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>\$ 7,267,474</u>	<u>\$ 13,711,564</u>

ST. MARY PARISH COUNCIL

Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended December 31, 2016

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 \$ (1,386,361)

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 (\$5,614,584) exceeded capital outlays (\$1,591,812)  
meeting the Council's Capitalization policy in the current period. (4,022,772)

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

Repayments of principal on long term debt	2,315,058	
Decrease in accrued interest	14,686	
Amortize gain on refunding	<u>12,000</u>	
Net adjustment		<u>2,341,744</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	(972,000)	
Decrease in accrued compensated absences	<u>93,000</u>	
Net adjustment		<u>(879,000)</u>

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

Increase in pension expense	(383,085)	
Non employer pension contributions	<u>63,855</u>	
Net adjustment		<u>(319,230)</u>

Change in net position of governmental activities \$ (4,265,619)

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

ST. MARY PARISH COUNCIL

Statement of Net Position  
Proprietary Funds  
December 31, 2016

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ 1,540,414		\$ 240	\$ 1,540,654
Investments	1,501,484			1,501,484
Receivables (net of allowances for uncollectibles)	443,129	\$ 5,720	4,300	453,149
Due from other governments	73,644			73,644
Advance to other funds	4,804,742	237,912	174,729	5,217,383
Total current assets	<u>8,363,413</u>	<u>243,632</u>	<u>179,269</u>	<u>8,786,314</u>
<b>Noncurrent assets</b>				
Restricted cash	2,791,988			2,791,988
Restricted investments	841,217	-	-	841,217
Total restricted assets	<u>3,633,205</u>	<u>-</u>	<u>-</u>	<u>3,633,205</u>
Property, plant, and equipment (net of accumulated depreciation)	18,876,541	1,084,256	2,574,125	22,534,922
Total noncurrent assets	<u>22,509,746</u>	<u>1,084,256</u>	<u>2,574,125</u>	<u>26,168,127</u>
Total assets	<u>30,873,159</u>	<u>1,327,888</u>	<u>2,753,394</u>	<u>34,954,441</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Debt redemption costs	170,000			170,000
Related to Pension	568,156	97,003	146,822	811,981
Total deferred outflows of resources	<u>738,156</u>	<u>97,003</u>	<u>146,822</u>	<u>981,981</u>
Total assets and deferred outflows of resources	<u>\$ 31,611,315</u>	<u>\$ 1,424,891</u>	<u>\$ 2,900,216</u>	<u>\$ 35,936,422</u>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Accounts payable and accrued expenses	\$237,496	\$ 12,403	\$ 20,739	\$ 270,638
Bonds payable within one year	770,000	-	-	770,000
Total current liabilities	<u>1,007,496</u>	<u>12,403</u>	<u>20,739</u>	<u>1,040,638</u>
<b>Long-term liabilities</b>				
Other post-employment benefits	839,600	250,400	283,600	1,373,600
Bonds payable	10,646,980			10,646,980
Landfill closure and post-closure care costs	4,440,000			4,440,000
Net pension liability	416,404	71,826	109,180	597,410
Total long-term liabilities	<u>16,342,984</u>	<u>322,226</u>	<u>392,780</u>	<u>17,057,990</u>
Total liabilities	<u>17,350,480</u>	<u>334,629</u>	<u>413,519</u>	<u>18,098,628</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Related to Pension	66,247	11,191	16,971	94,409
Total liabilities and deferred inflows of resources	<u>17,416,727</u>	<u>345,820</u>	<u>430,490</u>	<u>18,193,037</u>
<b>FUND EQUITY</b>				
Invested in capital assets, net of related debt	7,459,561	1,084,256	2,574,125	11,117,942
Restricted for debt service	1,071,676			1,071,676
Unrestricted	5,663,351	(5,185)	(104,399)	5,553,767
Total net position	<u>14,194,588</u>	<u>1,079,071</u>	<u>2,469,726</u>	<u>17,743,385</u>
Total liabilities and net position	<u>\$ 31,611,315</u>	<u>\$ 1,424,891</u>	<u>\$ 2,900,216</u>	<u>\$ 35,936,422</u>

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, 2016

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
Operating revenues				
Solid waste disposal fees	\$3,319,679			\$ 3,319,679
Impound fees		\$ 122,105		122,105
Admission fees			\$ 14,570	14,570
Campsite fees			42,857	42,857
Special events			30,744	30,744
Other	1,425	-	13,814	15,239
Total operating revenues	3,321,104	122,105	101,985	3,545,194
Operating expenses				
Personal services	1,349,732	279,712	397,272	2,026,716
Contractual services	95,912		2,292	98,204
Supplies	23,725	11,963	30,288	65,976
Materials	438,181	8,266	7,123	453,570
Utilities	102,279	24,574	96,431	223,284
Repairs and maintenance	213,267	3,445	27,867	244,579
Landfill closure costs	194,000			194,000
Equipment and rentals	609,527	5,418	23,241	638,186
Miscellaneous	17,252	568	4,607	22,427
Depreciation	1,091,343	12,343	76,073	1,179,759
Insurance	56,461	6,837	14,931	78,229
Total operating expenses	4,191,679	353,126	680,125	5,224,930
Net operating income (loss)	(870,575)	(231,021)	(578,140)	(1,679,736)
Non-operating revenues and expenses				
Investment earnings	48,954	612	255	49,821
Gifts/donations		50	32,440	32,490
Loss from sale of asset	1,582			1,582
Non-employer pension contributions	11,590	2,022	3,077	16,689
Bad debts	(93,000)			(93,000)
Interest	(493,519)			(493,519)
Fees	(3,825)			(3,825)
Total non-operating revenues	(528,218)	2,684	35,772	(489,762)
Income (loss) before contributions and transfers	(1,398,793)	(228,337)	(542,368)	(2,169,498)
Capital contributions		1,058,786		1,058,786
OTHER FINANCING SOURCES				
Operating transfers in				
General Fund		170,000	355,000	525,000
Sanitation Fund	750,000	-	-	750,000
Total contributions and transfers	750,000	1,228,786	355,000	2,333,786
Change in net position	(648,793)	1,000,449	(187,368)	164,288
Net position, beginning of year	14,843,381	78,622	2,657,094	17,579,097
Net position, end of year	\$ 14,194,588	\$ 1,079,071	\$ 2,469,726	\$ 17,743,385

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, 2016

Increase (Decrease) in Cash & Cash Equivalents

	Business-type Activities			
	Enterprise Funds			
	<u>Reduction and Transfer Fund</u>	<u>Small Animal Control Fund</u>	<u>Kemper Williams Park Fund</u>	
Cash flows from operating activities:				
Received from charges for services	\$ 3,143,515	\$ 60,175	\$ 5,490	\$ 3,209,180
Payments to suppliers for goods & services	(1,193,837)	12,397	(92,583)	(1,274,023)
Payments to employees for services	(1,341,644)	(244,712)	(353,564)	(1,939,920)
Net cash flows (deficiency) from operating activities	<u>608,034</u>	<u>(172,140)</u>	<u>(440,657)</u>	<u>(4,763)</u>
Cash flows from noncapital financing activities:				
Contributions		1,058,837	32,440	1,091,277
Operating transfers in from other funds	750,000	170,000	355,000	1,275,000
Repayment of advances by other funds	147,007	(237,939)	(174,795)	(265,727)
Net cash flows (deficiency) from noncapital financing activities	<u>897,007</u>	<u>990,898</u>	<u>212,645</u>	<u>2,100,550</u>
Cash flows from capital and related financial activities:				
Fixed asset acquisitions	(694,882)	(1,058,786)	(2,659)	(1,756,327)
Debt payments	(1,310,344)	-	-	(1,310,344)
Net cash flows (deficiency) from capital and related financing activities	<u>(2,005,226)</u>	<u>(1,058,786)</u>	<u>(2,659)</u>	<u>(3,066,671)</u>
Cash flows from investing activities:				
Investment earnings	48,954	612	255	49,821
Sale of investments	979			979
Non-employer pension contributions	11,590	2,022	3,077	16,689
Net cash flows from investing activities	<u>61,523</u>	<u>2,634</u>	<u>3,332</u>	<u>67,489</u>
Net increase in cash and cash equivalents	(438,662)	(237,394)	(227,339)	(903,395)
Cash and cash equivalents at beginning of year	<u>4,771,064</u>	<u>237,394</u>	<u>227,579</u>	<u>5,236,037</u>
Cash and cash equivalents at end of year	<u>\$ 4,332,402</u>	<u>\$ -</u>	<u>\$ 240</u>	<u>\$ 4,332,642</u>
Shown in the accompanying Statement of Net Position as:				
Cash and cash equivalents	\$ 1,540,414	\$ -	\$ 240	\$ 1,540,654
Restricted cash	2,791,988	-	-	2,791,988
Total cash and cash equivalents	<u>\$ 4,332,402</u>	<u>\$ -</u>	<u>\$ 240</u>	<u>\$ 4,332,642</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)	\$ (870,575)	\$ (231,021)	\$ (578,140)	\$ (1,679,736)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	1,091,343	12,343	76,073	1,179,759
Decrease (increase) in accounts receivable	188,635	2,225	1,144	192,004
Increase (decrease) in accounts payable and accrued expenses	(104,385)	(794)	(1,115)	(106,294)
Increase in landfill closure costs	194,000			194,000
Increase in other post-employment benefits	104,000	35,000	46,000	185,000
Decrease in retainage payable	(54,509)			(54,509)
Increase in net pension liability	377,237	65,800	100,142	543,179
Loss on sales of asset	1,582			1,582
Increase in deferred inflows related to pension	48,512	8,462	12,878	69,852
Increase in deferred outflows related to pension	(367,806)	(64,155)	(97,639)	(529,600)
Total adjustments	<u>1,478,609</u>	<u>58,881</u>	<u>137,483</u>	<u>1,674,973</u>
Net cash provided by (used for) operating activities	<u>\$ 608,034</u>	<u>\$ (172,140)</u>	<u>\$ (440,657)</u>	<u>\$ (4,763)</u>



ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
General Fund  
For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Ad Valorem	\$ 3,600,000	\$ 3,600,000	\$ 3,615,788	\$ 15,788
Other taxes, penalties, & interests, etc.	65,000	65,000	65,338	338
Intergovernmental revenues				
Federal grants	11,000	301,530	306,695	5,165
State funds				
State grants		52,500	64,500	12,000
State revenue sharing	565,500	538,345	475,680	(62,665)
Severance taxes	985,000	1,002,613	1,002,613	-
Criminal court fund	6,500	6,500	4,637	(1,863)
Licenses & permits	824,150	831,150	784,616	(46,534)
Fees, charges, & commission	177,575	203,991	242,189	38,198
Mosquito abatement	185,000	185,000	183,617	(1,383)
Investment earnings & interest	113,200	94,000	90,556	(3,444)
Other revenues	10,000	4,355	11,056	6,701
Total revenues	<u>6,542,925</u>	<u>6,884,984</u>	<u>6,847,285</u>	<u>(37,699)</u>
<b>EXPENDITURES</b>				
Current:				
General government				
Legislative	515,366	533,849	451,328	82,521
Judicial	1,211,186	1,216,186	1,145,770	70,416
Executive	261,445	265,785	229,782	36,003
Elections	94,888	94,888	87,334	7,554
Finance and administrative	1,306,361	1,158,561	1,054,026	104,535
Courthouse	1,532,796	1,447,796	1,224,584	223,212
Other	1,117,148	1,352,565	1,534,785	(182,220)
Public safety	761,074	762,869	733,545	29,324
Culture & recreation	1,135,852	1,124,724	840,902	283,822
Health & welfare	687,993	585,893	538,037	47,856
Economic development & assistance	279,167	300,431	269,969	30,462
Mosquito abatement	250,000	355,000	325,663	29,337
Airport operations	384,388	288,128	238,494	49,634
Miscellaneous	-	2,200	2,139	61
Total expenditures	<u>9,537,664</u>	<u>9,488,875</u>	<u>8,676,358</u>	<u>812,517</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,994,739)</u>	<u>(2,603,891)</u>	<u>(1,829,073)</u>	<u>774,818</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
Road Construction and Maintenance Fund	2,200,000	1,000,000	1,000,000	-
Sales Tax Bond Sinking Fund	1,810,000	1,810,000	1,810,000	-
Gaming Receipt Fund	380,000	380,000	380,000	-
Operating transfers out				
Small Animal Control Fund	(200,000)	(170,000)	(170,000)	-
Jaif Operating & Maintenance Fund	(1,300,000)	(1,300,000)	(1,300,000)	-
Wards 5 & 8	(50,000)	(50,000)	(50,000)	-
Kemper Williams Park Fund	(455,000)	(355,000)	(355,000)	-
Community Grant Fund	(20,000)	(10,400)	(10,400)	-
Total other financing sources (uses)	<u>2,365,000</u>	<u>1,304,600</u>	<u>1,304,600</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(629,739)</u>	<u>(1,299,291)</u>	<u>(524,473)</u>	<u>774,818</u>
Fund balance at beginning of year	<u>1,794,800</u>	<u>2,391,283</u>	<u>3,169,299</u>	<u>778,016</u>
Residual equity transfers	<u>-</u>	<u>2,175</u>	<u>2,552</u>	<u>(377)</u>
Fund balance at end of year	<u>\$ 1,165,061</u>	<u>\$ 1,094,167</u>	<u>\$ 2,647,378</u>	<u>\$ 777,639</u>

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, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues				
State funds				
State grants	\$ -	\$ 102,440	\$ 89,720	\$ (12,720)
Royalty road funds	5,000,000	3,500,000	3,557,272	57,272
Parish road transportation funds	475,000	475,000	455,635	(19,365)
FEMA	-	-	183,311	183,311
Investment earnings & interest	2,500	10,500	11,117	617
Other revenues	250,000	351,343	260,294	(91,049)
Total revenues	<u>5,727,500</u>	<u>4,439,283</u>	<u>4,557,349</u>	<u>118,066</u>
<b>EXPENDITURES</b>				
Current:				
Public works				
Highways/streets and roads	4,317,811	3,855,311	3,523,623	331,688
Road supervisor	103,501	135,801	130,660	5,141
Bridges	323,403	170,403	144,701	25,702
Avoca ferry	174,577	120,677	124,590	(3,913)
Total expenditures	<u>4,919,292</u>	<u>4,282,192</u>	<u>3,923,574</u>	<u>358,618</u>
Excess of revenues over expenditures	<u>808,208</u>	<u>157,091</u>	<u>633,775</u>	<u>476,684</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out				
General Fund	(2,200,000)	(1,000,000)	(1,000,000)	-
Certificates of Indebtedness Sinking Fund	(910,000)	(910,000)	(910,000)	-
Total other financing sources (uses)	<u>(3,110,000)</u>	<u>(1,910,000)</u>	<u>(1,910,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(2,301,792)	(1,752,909)	(1,276,225)	476,684
Fund balance at beginning of year	<u>1,111,218</u>	<u>2,291,560</u>	<u>1,988,913</u>	<u>-</u>
Fund balance at end of year	<u>\$ (1,190,574)</u>	<u>\$ 538,651</u>	<u>\$ 712,688</u>	<u>\$ 476,684</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
Sanitation Fund  
For the Year Ended December 31, 2016

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 2,300,000	\$ 2,300,000	\$ 2,411,276	\$ 111,276
Intergovernmental revenues				
State grants	72,709	72,709	64,758	(7,951)
Local grants	65,000	80,000	80,850	850
Fees, charges, & commission	1,410,000	1,410,000	1,400,574	(9,426)
Investment earnings & interest	7,000	6,000	5,376	(624)
Total revenues	<u>3,854,709</u>	<u>3,868,709</u>	<u>3,962,834</u>	<u>94,125</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	195,351	195,351	180,067	15,284
Sanitation	<u>1,887,000</u>	<u>1,818,300</u>	<u>1,897,507</u>	<u>(79,207)</u>
Total expenditures	<u>2,156,288</u>	<u>2,087,588</u>	<u>2,137,851</u>	<u>(50,263)</u>
Excess of revenues over expenditures	<u>1,698,421</u>	<u>1,781,121</u>	<u>1,824,983</u>	<u>43,862</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out				
Solid Waste Bond Sinking Fund	(750,000)	(750,000)	(750,000)	-
3/4% Sales Tax Bond Sinking Fund	(703,000)	(703,000)	(703,000)	-
Combined Sewer Construction Fund	<u>(500,000)</u>	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,953,000)</u>	<u>(1,953,000)</u>	<u>(1,953,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(254,579)	(171,879)	(128,017)	43,862
Fund balance at beginning of year	<u>556,318</u>	<u>628,860</u>	<u>831,603</u>	<u>202,743</u>
Fund balance at end of year	<u>\$ 301,739</u>	<u>\$ 456,981</u>	<u>\$ 703,586</u>	<u>\$ 246,605</u>

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

# ST. MARY PARISH COUNCIL

Notes to the Financial Statements  
December 31, 2016

## 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 converted By the Council in 2016 [with no Significant activity in 2016] for The future consolidating Waterworks No 5, Sewerage District No. 5 &amp; No 8</i> )	West of Patterson to Calumet, Verdunville, & Centerville	September 30	1,2,3
No. 4	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	1, 2,3
No.5	Four Corners/Glencoe	September 30	1, 2, 3
St. Mary Parish Library	St. Mary Parish except Morgan City	December 31	1, 2, 3
Hospital Service District:			
No. 1	Wax Lake Outlet to Jeanerette	September 30	2, 3
No. 2	Atchafalaya River to Amelia	December 31	2, 3
No. 3	Atchafalaya River to Wax Lake Outlet	September 30	2, 3
Waterworks District:			
No. 5(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 &amp; 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 &amp; 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
No. 9( <i>component of and reported with St. Mary Parish Water &amp; Sewer District No.4</i> )	Charenton	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The GASB provides for the issuance of primary government financial statements which are separate from those of the reporting entity. However, a primary government's financial statements are not a substitute for the reporting entity's financial statements. The Council has chosen to issue financial statements for the primary government only. As such, the accompanying financial statements are not intended to and do not report in accordance with generally accepted accounting principles. Audit reports for component units can be obtained from the administrative offices of each component and from the Clerk of the Parish Council.

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.

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 as a whole (the Council does not conduct fiduciary activities). The government-wide presentation focuses primarily on the sustainability of the Council as an entity and the change in the Council's net position resulting from the current year's activities. For the most part, the effect of interfund activity 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.

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

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.

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.



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

### 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.

#### CDBG RECOVERY FUND

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

### PROPRIETARY FUNDS

#### 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 western portion area of the parish is collected at the reduction station in Berwick. All garbage and trash in the eastern portion of the parish is first collected at the transfer station in Franklin and then transferred to the Berwick reduction station for disposal.

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

### 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.

#### 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, all deferred outflows of resources, 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 flow takes 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 has 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 and 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.

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

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 Council's recognition policies for its major revenue sources:

Sales tax revenues are recorded when the taxable sales take place, regardless of when the sales taxes 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.

Federal and State aid and grants are recorded when the Council has met the requirements of the grant and is 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.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Council's enterprise funds 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.
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.

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Investments

The Council invests 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 also invests in Federal government securities which the Council records at fair value.

J. Receivables

Receivables are stated at net realizable value after provision for estimated uncollectible accounts.

K. Restricted Assets

In the Reduction and Transfer Enterprise Fund certain assets are set aside for certain uses. These amounts are reported as either cash or investments and are reported as restricted assets. At December 31, 2016, these cash and investments are restricted for the following purposes:

Reserved for debt service	\$ 592,447
Reserved for landfill closure costs and post-closure care costs	2,580,780
Reserved for depreciation and contingencies	<u>459,978</u>
	<u>\$3,633,205</u>

L. Fixed Assets

The accounting treatment over property, plant, 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.

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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	25-40
Equipment and furniture	5-15
Improvements	20-30
Infrastructure	25-50

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.

M. Long-term obligations

In the government-wide financial statements, and proprietary fund type 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.

N. 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 sixteen employees and totals approximately \$119,000 and is not discounted to present value.

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

Major funds	
General Fund	\$66,000
Road Construction and Maintenance Fund	25,000
Sanitation Fund	2,000
Reduction and Transfer Fund	24,000
Kemper Williams Park Fund	5,000

Non-major funds	
Job Readiness Fund	1,000
16 <sup>th</sup> Judicial District Drug Court Fund	7,000
Small Animal Control Fund	6,000
Fairview Treatment Center	12,000
Claire House	5,000

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)

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

During the year ended December 31, 2015, the Council 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 the Council to calculate and recognize a net pension liability and certain deferred outflows and inflows of resources and pension expense. The Council is a member of Parochial Employees' Retirement System of Louisiana - Plan A (PERS-A), a cost sharing multiple employer public employee retirement system. For purposes of measuring its net pension liability, deferred outflows and inflows of resources, and pension expense, the Council uses the same basis as PERS-A.

See Note 17 for further details about this pension plan.

P. 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. Accordingly, the Reduction and Transfer Fund reports debt redemption costs of \$170,000 as a deferred outflow of resources and amortized \$25,000 this year as a component of interest expense.

Q. 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, 2016 \$1,824,100 of the Council's restricted net position was required by enabling legislation.



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

### 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 adoption of an ordinance (other than the annual budget ordinance) by the Council
- d.) Assigned - represents those portions of fund equity that are constrained by the Council's intent through budget ordinance 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.

### R. 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.

### S. Reclassification

Certain items have been reclassified in order to make these financial statements more meaningful and comparative.

### T. Accounting Estimates

The preparation of financial statements in conformity with generally accepted 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 - 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:		
Fairview Treatment Center	June 30, 2016	\$(34,233)

The fund deficit in the Fairview Treatment Center will be funded by future revenues.

NOTE 3 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED

Actual expenditures exceeded appropriated expenditures by significant amounts in the following funds for 2016:

<u>Fund</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
Special Revenue Fund:			
Community Grant	\$11,960	\$10,409	\$1,551
Boat Landing Permit	39,069	33,700	5,369
DWI Court	56,634	47,890	8,744

NOTE 4 - 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 4 – TAXES (continued)

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 2016, 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	.31

NOTE 5 - 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 2016 the carrying amount of the Council's cash was \$6,999,559 and the bank balance was \$8,797,099. A portion of these balances was covered by federal depository insurance, the uninsured portion of \$7,047,099 was collateralized with securities held by the pledging financial institutions.

NOTE 5 - 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, 2016.

	<u>Amount</u>	Percentage of Total <u>Investments</u>
U.S. Government Securities	\$6,950,528	77%
LAMP (rated AAAM by Standard & Poors)	<u>2,073,467</u>	<u>23%</u>
	<u>\$9,023,995</u>	<u>100%</u>

As of December 31, 2016, 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>\$6,950,528</u>	<u>\$5,322,703</u>	<u>\$1,379,055</u>	<u>\$248,770</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 47 days as of December 31, 2016.

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, 2016:

- U.S. Government securities of \$6,950,528 are valued using quoted market prices (Level 1 inputs)
- LAMP of \$2,073,467 is valued using primarily quoted prices for similar assets. (Level 2 inputs)

NOTE 6 - RECEIVABLES

Receivables at December 31, 2016, are as follows:

Governmental Funds						
Major						
	General Fund	Road Const. & Maint. Fund	Sanitation Fund	Capital Improvement Fund	Total Nonmajor Governmental Funds	Total Governmental Receivables
Accounts	\$ 456,091	\$ 184,904	\$ 189,899	\$ 1,107	\$ 72,312	\$ 904,313
Total	\$ 456,091	\$ 184,904	\$ 189,899	\$ 1,107	\$ 72,312	\$ 904,313

Nonmajor Governmental Funds								
	Gaming Receipt Fund	Jail Operating & Maint. Fund	Wards 5&8 Sales Tax Fund	Housing Program	DWI Court-Patient Fee	Fairview Treatment Center	St. Mary Parish Drug Court	Total Nonmajor Governmental Funds
Accounts	\$ 500	\$ 163	\$ 44,932	\$ 1,565	\$ 45	\$ 22,244	\$ 2,863	\$ 72,312
Total	\$ 500	\$ 163	\$ 44,932	\$ 1,565	\$ 45	\$ 22,244	\$ 2,863	\$ 72,312

Enterprise Funds				
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total Enterprise Funds Receivables
Accounts	\$ 443,129	\$ 5,720	\$ 4,300	\$ 453,149
Total	\$ 443,129	\$ 5,720	\$ 4,300	\$ 453,149

All receivables are net of allowances for uncollectible accounts which are immaterial, except for Fairview Treatment Center which has an allowance for uncollectibles of \$34,679 and Reduction Transfer Fund which is \$93,000.

**NOTE 7 - ADVANCES TO/FROM OTHER FUNDS**

Advances to/from other funds as of December 31, 2016 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>Non Major Governmental Funds</u>	
General Fund	\$ 1,017,529			\$ 1,044,206	\$ 2,061,735
Sanitation	555,522				555,522
Capital Improvement	525,023	174,729	237,912	531,166	1,468,830
Combined Sewer Const. Road Construction & Maintenance	709,142 1,997,526			507,950	1,217,092 1,997,526
Non Major Governmental				349,901	349,901
<b>Total</b>	<u>\$ 4,804,742</u>	<u>\$ 174,729</u>	<u>\$ 237,912</u>	<u>\$ 2,433,223</u>	<u>\$ 7,650,606</u>

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 8 - INTERFUND TRANSFERS

Interfund transfers in for the year ended December 31, 2016, consisted of the following:

<b>TRANSFER TO</b>	<b>TRANSFER FROM</b>	
<b>Major Governmental Funds:</b>		
General Fund	Road Construction & Maintenance	\$ 1,000,000
	Sales Tax Bond Sinking Fund	1,810,000
	Gaming Receipt Fund	<u>380,000</u>
Total General Fund		\$ 3,190,000
Combined Sewer Construction Fund	Sanitation Fund	500,000
Total Transfers In - Major Governmental Funds		<u>3,690,000</u>
<b>Non Major Governmental Funds:</b>		
Jail Operating & Maintenance Fund	General Fund	1,300,000
	Gaming Receipt Fund	<u>450,000</u>
Total Jail Operating & Maintenance Fund		1,750,000
3/4% Sales Tax Bond Sinking Fund	Sanitation Fund	703,000
Sales Tax Bond Sinking Fund	Sales Tax Bond Reserve Fund	400,000
Certificates of Indebtedness Sinking Fund	Road Construction & Maintenance Fund	910,000
	Gaming Receipt Fund	<u>426,425</u>
Total Certificates of Indebtedness Sinking Fund		1,336,425
Community Grant Fund	General Fund	10,400
Wards 5 & 8 Sales Tax Fund	General Fund	50,000
Jail Sinking Fund	Jail Operating & Maintenance Fund	429,897
Jail Reserve Fund	Jail Operating & Maintenance Fund	21,495
Fairview Treatment Center	General Fund	<u>265,000</u>
Total Transfers In -Non Major Governmental Funds		<u>4,966,217</u>
Total Transfers In - Governmental Funds		<u>\$ 8,656,217</u>
<b>Business-type Activities:</b>		
Reduction and Transfer Fund	Sanitation Fund	\$ 750,000
Small Animal Control Fund	General Fund	170,000
Kemper Williams Park Fund	General Fund	355,000
Total Transfers In - Business-type Activities		<u>\$ 1,275,000</u>
Total Transfers In		<u>\$ 9,931,217</u>

The General Fund made a transfer out of \$265,000 to the Fairview Treatment Center (FVT) (which reports on a June 30 year end) in November of 2015. This transaction is reported in these financial statements as a transfer in by FVT for the current year. It was reported by the General Fund as a transfer out in the prior year.

NOTE 8 - INTERFUND TRANSFERS (continued)

Interfund transfers out for the year ended December 31, 2016, consisted of the following:

TRANSFER FROM	TRANSFER TO		
<b>Major Governmental Funds:</b>			
General Fund	Jail Operating & Maintenance Fund	\$ 1,300,000	
	Kemper Williams	355,000	
	Sales Tax Wards 5 & 8	50,000	
	Community Grant Fund	10,400	
	Small Animal Control Fund	<u>170,000</u>	
Total General Fund			\$ 1,885,400
Road Construction & Maintenance Fund	General Fund	1,000,000	
	Certificates of Indebtedness Sinking Fund	<u>910,000</u>	
Total Road Construction & Maintenance Fund			1,910,000
Sanitation Fund	Reduction and Transfer Fund	750,000	
	3/4% Sales Tax Bond Sinking Fund	703,000	
	Combined Sewer Construction Fund	<u>500,000</u>	
Total Sanitation Fund			<u>1,953,000</u>
Total Transfers Out - Major Governmental Funds			<u>5,748,400</u>
<b>Non Major Governmental Funds:</b>			
Gaming Receipt Fund	Certificates of Indebtedness Sinking Fund	426,425	
	Jail Operating & Maintenance Fund	450,000	
	General Fund	<u>380,000</u>	
Total Gaming Receipt Fund			1,256,425
Jail Operating & Maintenance Fund	Jail Sinking Fund	429,897	
	Jail Reserve Fund	<u>21,495</u>	
Total Jail Operating & Maintenance Fund			451,392
Sales Tax Bond Sinking Fund	General Fund	1,810,000	
Sales Tax Bond Reserve Fund	Sales Tax Bond Sinking Fund	<u>400,000</u>	
Total Transfers Out - Non Major Governmental Funds			3,917,817
Total Transfers Out - Governmental Funds			<u>9,666,217</u>
Total Transfers Out			<u>\$ 9,666,217</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 9 - RESIDUAL EQUITY TRANSFERS

Residual equity transfers occur when a fund ceases to operate but has remaining assets, liabilities, equity, or deficit. These assets, liabilities, equity, or deficits are transferred to another fund. During the year the following funds ceased to operate and their residual equity (deficit) was transferred to other funds.

Funds Making Residual (Equity) Deficit Transfers		Funds Receiving Residual Equity or (Deficit) Transfers	
Lawrence J Michel, Jr. Memorial Boat Land Fund	\$ 4,050	Boat Landing Permit Fund	\$ (4,050)
Joe C. Russo Boat Landing Fund	(4,834)		4,834
Jesse Fontenot Memorial Boat Landing Fund	(25,598)		25,598
Marcel Boat Landing Fund	(106,967)		106,967
Quintana Boat Landing Fund	(9,094)		9,094
Jessie B Hayes Memorial Boat Landing Fund	(32,420)		32,420
Burguieres Boat Landing	<u>(22,208)</u>		<u>22,208</u>
	(197,071)		197,071
Community Grant Fund	(150,270)	Gaming Receipt Fund	150,270
Local Law Enforcement Block Gran #2 Fund	(2,995)	General Fund	2,995
OJP Enhancement Grant	<u>443</u>		<u>(443)</u>
	<u>(2,552)</u>		<u>2,552</u>
Total Residual Equity Transfers	<u>\$ (349,893)</u>		<u>\$ 349,893</u>

NOTE 10 - DUE TO/FROM COMPONENT UNITS

Due from component units at December 31, 2016 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	\$ 97,269
	portion not expected to be repaid currently	1,600,000 *
		<u>1,697,269</u>
Sanitation Fund	St. Mary Parish Water & Sewer Comm. No. 4	14,288
		<u>14,288</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	196,582
		<u>575,720</u>
Total due from component units		<u>\$ 2,287,277</u>

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

NOTE 11 - FIXED ASSETS

CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2016, is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<b>Governmental activities:</b>					
Capital assets not being depreciated					
Land	\$ 1,870,876				\$ 1,870,876
Construction in progress	8,736,229	\$ 402,619	\$ -	\$ (2,340,785)	6,798,063
Total capital assets not being depreciated	10,607,105	402,619	-	(2,340,785)	8,668,939
<b>Other capital assets:</b>					
Infrastructure	135,007,269	526,470	-	52,732	135,586,471
Building	17,516,962	-	-	-	17,516,962
Equipment and furniture improvements	12,668,911	713,395	-	-	13,382,306
	24,689,563	663,315	-	1,724,176	27,077,054
Total other capital assets at historical cost	189,882,705	1,903,180	-	1,776,908	193,562,793
<b>Less accumulated depreciation for:</b>					
Infrastructure	(58,809,841)	(3,352,534)	-	-	(62,162,375)
Building	(7,940,954)	(472,223)	-	-	(8,413,177)
Equipment and furniture improvements	(9,713,352)	(620,509)	-	-	(10,333,861)
	(10,079,791)	(1,169,317)	-	-	(11,249,108)
Total accumulated depreciation	(86,543,938)	(5,614,583)	-	-	(92,158,521)
Other capital assets, net	103,338,767	(3,711,403)	-	-	101,404,272
Governmental capital assets, net	\$ 113,945,872	\$ (3,308,784)	\$ -	\$ (563,877)	\$ 110,073,211
<b>Business-type activities:</b>					
Capital assets not being depreciated					
Construction in progress	\$ 154,961	\$ 8,246	\$ -	\$ (6,595)	\$ 156,612
Land	2,052,372	-	-	-	2,052,372
Land Improvements	1,750,227	-	-	-	1,750,227
Total capital assets not being depreciated	3,957,560	8,246	-	(6,595)	3,959,211
<b>Other capital assets:</b>					
Buildings	4,455,578	494,909	-	563,877	5,514,364
Equipment	8,259,327	620,539	(374,461)	-	8,505,405
Improvements	19,815,967	70,407	-	6,595	19,892,969
Total other capital assets at historical cost	32,530,872	1,185,855	(374,461)	570,472	33,912,738
<b>Less accumulated depreciation for:</b>					
Building	(4,321,628)	(4,075)	-	-	(4,325,703)
Equipment	(6,392,214)	(489,183)	374,461	-	(6,506,936)
Improvements	(3,817,888)	(686,500)	-	-	(4,504,388)
Total accumulated depreciation	(14,531,730)	(1,179,758)	374,461	-	(15,337,027)
Other capital assets, net	17,999,142	6,097	-	570,472	18,575,711
Business-type activities capital assets, net	\$ 21,956,702	\$ 14,343	\$ -	\$ 563,877	\$ 22,534,922
<b>Depreciation expense was charged to function as follows:</b>					
<b>Governmental activities:</b>					
General government	\$ 1,039,567				
Public safety	1,222,714				
Public works	2,208,642				
Health and welfare	68,258				
Culture and recreation	1,075,402				
Total governmental activities depreciation expense	\$ 5,614,583				
<b>Business type activities:</b>					
Reduction and Transfer	\$ 1,091,343				
Kemper William Park	76,073				
Small Animal Control	12,343				
Total business-type activities depreciation expense	\$ 1,179,759				

## NOTE 12 – CAPITAL CONTRIBUTION

Late in 2016, the Capital Projects Fund substantially completed construction of a new animal control facility for the Council at a cost of \$1,058,796.

Prior to year end this facility was transferred to the Small Animal Control Fund which will operate the facility. The Small Animal Control fund recognized this transaction as contributed capital and construction-in-process in the amount of \$1,058,786.

Upon completion of the facility the Small Animal Control Fund will begin using the facility and depreciate it over its intended useful life of 20 years.

## NOTE 13 - LONG TERM DEBT

As of December 31, 2016, 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, 2016, 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

\$1,895,000

NOTE 13 - LONG TERM DEBT (continued)

\$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.

6,325,000

\$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.

327,000

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.

2,170,000

\$2,370,000, Public Parks and Recreation Refunding Bonds, Series 2008, were issued May 6, 2008, to repay \$785,000 of Public Parks & Recreation Bond Series 2002-A, and \$1,570,000 of Public Parks & Recreation Bonds Series 2002-B. The bonds bear interest of 3.38% and are payable through the year 2017. These bonds are to be retired from the excess annual revenues of the Parish and are paid from the Certificate of Indebtedness Sinking Fund.

285,000

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.

1,570,000

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

285,000

\$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.

3,125,000

Plus original issue premium, amortized on straight-line basis

45.434

Accrued compensated absences-all noncurrent

119.000

Total Governmental Activity Debt

\$16,146.434

NOTE 13 - LONG TERM DEBT (continued)

Business-type Activities:

As of December 31, 2016, the long-term debt payable from proprietary fund resources consisted of the following:

\$8,915,000 of Solid Waste Sales Tax Bonds, Series 2010, 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 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

7,485,000

Less original issue discount

(68,020)

\$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

4,000,000

Total Enterprise Indebtedness

\$11,416,980

NOTE 13 - LONG TERM DEBT (continued)

At December 31, 2016, \$7,805,000 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

Long-term liability activity for the year ended December 31, 2016, 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	\$ 9,121,000		\$ (574,000)	\$ 8,547,000	\$ 782,670
Revenue bonds	8,610,000		(1,460,000)	7,150,000	1,219,208
Original issue premium	51,492		(6,058)	45,434	
Public parks and recreation bonds	560,000	-	(275,000)	285,000	294,633
Total bonds payable	<u>18,342,492</u>	<u>-</u>	<u>(2,315,058)</u>	<u>16,027,434</u>	<u>2,296,511</u>
Other liabilities:					
Compensated absences	212,000	-	(93,000)	119,000	-
Total other liabilities	<u>212,000</u>	<u>-</u>	<u>(93,000)</u>	<u>119,000</u>	<u>-</u>
Governmental activities long-term liabilities	<u>\$ 18,554,492</u>	<u>\$ -</u>	<u>\$ (2,408,058)</u>	<u>\$ 16,146,434</u>	<u>\$ 2,296,511</u>
Business-type Activities					
Bonds payable:					
Landfill debt	\$ 12,230,000	\$ -	\$ (745,000)	\$ 11,485,000	\$ 1,224,187
Original issue discount	(68,020)	-	-	(68,020)	-
Business-type activities long-term liabilities	<u>\$ 12,161,980</u>	<u>\$ -</u>	<u>\$ (745,000)</u>	<u>\$ 11,416,980</u>	<u>\$ 1,224,187</u>



NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt service requirements (excluding compensated absences and premiums or discounts) at December 31, 2016 were as follows:

Governmental Activities - Bonds						
Year Ended December 31,	General Obligation		Revenue Bonds		Public Parks & Recreation	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	\$ 461,000	\$ 326,094	\$ 1,050,000	\$ 172,907	\$ 285,000	\$ 9,634
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	-	-
2022-2026	2,825,000	985,670	2,245,000	109,175	-	-
2027-2031	3,185,000	372,070	-	-	-	-
Total	<u>\$ 8,547,000</u>	<u>\$ 2,829,497</u>	<u>\$ 7,150,000</u>	<u>\$ 694,975</u>	<u>\$ 285,000</u>	<u>\$ 9,634</u>

Business-type Activities Solid Waste			Council's Total Debt		
Landfill Debt			Principal	Interest	Total
	Principal	Interest			
2017	\$ 770,000	\$ 454,186	\$ 2,566,000	\$ 962,821	\$ 3,528,821
2018	795,000	431,842	2,358,000	888,802	3,246,802
2019	820,000	407,549	2,430,000	820,864	3,250,864
2020	845,000	380,689	2,413,000	745,381	3,158,381
2021	870,000	351,268	2,060,000	674,857	2,734,857
2022-2026	4,985,000	1,226,914	10,055,000	2,321,759	12,376,759
2027-2031	2,400,000	121,500	5,585,000	493,570	6,078,570
	<u>\$ 11,485,000</u>	<u>\$ 3,373,948</u>	<u>\$ 27,467,000</u>	<u>\$ 6,908,054</u>	<u>\$ 34,375,054</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, 2016, the gradall and tractors are reported at \$519,623 in the Statement of Net Position as equipment and furniture.

In the year 2016 no amortization was taken on the equipment.

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2016 is as follows:

Year ending December 31

2017	\$114,978
2018	114,978
2019	114,978
2020	114,978
2012	<u>114,978</u>
Total minimum lease payments	\$574,889
Less: Interest portion	<u>(55,266)</u>
Present value of minimum lease payments	<u>\$519,623</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 2016 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 two other local businesses by issuing Revenue Bonds in the business' 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 \$1,315,908 at December 31, 2016.

In 2013, the I D Board issued \$7.5 million of Taxable Revenue Bonds to assist with the relocation and expansion of a business. These bonds are payable solely from the income and revenues derived from the sale, lease, or other disposition of the Project. During 2013, the \$7.5 million bond proceeds were drawn and utilized by the Company. The Company began making principle payments in 2015 and in 2016 paid the remaining balance in full.

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, 2016, \$1,315,908 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, 2016.

Total revenues for the year ended April 30, 2016, were approximately \$241,000; total expenditures were approximately \$534,000. 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, 2016, 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, 2016, were approximately \$10,000; total expenditures were approximately \$12,000. At September 30, 2016, total assets were approximately \$26,000 and the total fund balance was approximately \$26,000.

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 \$82,500 through 2016. 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 \$100,000 in 2016.

NOTE 17 – PENSION PLAN

*Plan Description*

The Council contributes to the Parochial Employees' Retirement System of Louisiana Plan A (PERS-A), 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 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 provides for benefits for the surviving spouse and minor children, as outlined in the statutes. Any 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 who is not eligible for Social Security survivorship or retirement benefits, and married not less than twelve months immediately preceding death of the member, shall be paid benefits beginning at age 50.

NOTE 17 – PENSION PLAN (continued)

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 of Plan A shall be paid a disability benefit equal to the lesser of an amount equal to three percent of the member's final average compensation multiplied by his years of service, not to be less than fifteen years, or three percent multiplied by years of service assuming continued service to age sixty.

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, 2015, the actuarially determined contribution rate was 10.40% of member's compensation. However, the actual rate for the fiscal year ending December 31, 2015 was 14.50%. Contributions to the Pension Plan from the Council were \$790,425 for the year ended December 31, 2016.

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

At December 31, 2016, the Council reported a liability of \$2,913,767 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuations as of that date. The Council's proportion of the net pension liability was based on a projection of the Council's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2015, the Council's proportion was 1.10693%, which was a decrease of 0.00499% from its proportion measured as of December 31, 2014. For the year ended December 31, 2016, the Council recognized pension expense of \$1,257,654. The Council recognized revenue of \$80,544 as its proportionate share of non-employer contributions for the year ended December 31, 2016.

NOTE 17 – PENSION PLAN (continued)

At December 31, 2016, the Council reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience		\$463,076
Changes of assumptions	\$649,234	
Net difference between projected and actual investment earnings on pension plan investments	2,666,178	
Change in proportion and differences between fund's contributions and proportionate share of contributions		6,375
Fund's contributions subsequent to the measurement date	<u>767,238</u>	<u>          </u>
	<u>\$4,082,650</u>	<u>\$469,451</u>



NOTE 17 – PENSION PLAN (continued)

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

Year Ending December 31:	
2016	\$ 352,305
2017	352,305
2018	373,428
2019	257,730

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of December 31, 2015, 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.

NOTE 17 – PENSION PLAN (continued)

Actuarial Assumptions (continued)

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 7.55% for the year ended December 31, 2015.

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, 2015 are summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Fixed Income	34%	1.06%
Equity	51%	3.56%
Alternatives	12%	0.74%
Real Assets	3%	0.19%
Totals	100%	5.55%
Inflation		2.0%
Expected Arithmetic Nominal Return		7.55%

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.

NOTE 17 – PENSION PLAN (continued)

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 (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Council's Proportionate Share of Net Pension Liability (Asset)	\$7,300,048	\$2,913,768	(\$793,167)

The Parochial Employees' Retirement System of Louisiana issued a stand-alone audit report on its financial statements for the year ended December 31, 2015. Access to the audit report can be found on the System's website: [www.persla.org](http://www.persla.org) or on the Office of Louisiana Legislative Auditor's official website: [www.la.state.la.us](http://www.la.state.la.us).

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 2016, the Council's portion of health care funding cost for retired employees totaled \$446,000. 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.

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

**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	\$1,760,726
Interest on net OPEB obligation	353,323
ARC Adjustment	<u>(510,818)</u>
Annual OPEB cost (expense)	1,603,231
Contributions made	<u>(445,633)</u>
Increase in net OPEB obligation	1,157,598
Net OPEB Obligations – Beginning of year	<u>8,833,087</u>
Net OPEB Obligations – End of year	<u>\$9,990,685</u>

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>% of annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
12/31/14	\$1,543,048	25.2%	\$7,786,526
12/31/15	1,604,770	26.1%	8,833,087
12/31/16	1,760,726	25.3%	9,990,686

**Funding Status and Funding Progress.** As of January 1, 2016, the most recent actuarial valuation, the actuarial accrued liability (AAL) was \$17,224,868, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$5,519,233, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 312.09%. As of December 31, 2016, 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.

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

**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, 2016, 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 18 - COMMITMENTS

In late 2006, the Council entered into 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 is to pay the District Attorney an annual sum in the amount of \$50,000 which is to be paid on a monthly basis starting in June 2007.

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 2016 is approximately \$12,400,000. 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 2016 management, with the assistance of consulting engineers, has re-estimated costs for closure of the landfill to be approximately \$7,568,000. In 2016 the costs for postclosure care, monitoring, and containment have been estimated to be approximately \$1,753,000 (\$58,400 per year for thirty years). These new estimated costs are based upon adjustments to prior estimates based upon inflationary increases in costs.

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

As of December 31, 2016, the Council has recognized \$4,440,000 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 - 26%, and Area 4 - 26%. This leaves approximately \$4,881,000 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 30 years at the current rate of use.

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

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

The Council meets the federal and state financial assurance requirements for operations of landfills, under the financial test or "self-insurance" method. The Council has formally set aside approximately \$2,580,000 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 2016.

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

St. Mary Parish Recreation District No. 3	\$112,000
St. Mary Parish Recreation District No. 4	47,758
Hospital Service District No. 3	29,450

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

St. Mary Parish Water & Sewer No. 4	\$65,000
St. Mary Parish Fire Protection No. 2	20,000
St. Mary Parish Recreation No. 7	47,000
Recreation District No. 5	10,500

Payments from Fairview Treatment Center for 2016 were as follows:

St. Mary Hospital Service District No. 3	\$136,000
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Payments from Clair House for 2016 were as follows:

St. Mary Hospital Service District No. 3	\$60,000
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Payments from the Combined Sewer Construction Fund for sewer related projects to related parties for 2016 were as follows:

St. Mary Parish Sewerage District No. 11	\$5,000
St. Mary Parish Water & Sewer No. 4	1,000

The Council made grant payments of \$250,000 to the Atchafalaya Golf Course during the year.

See Note 10 for the amounts payable and receivable accounts Components at December 31, 2016.

## 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 (1/3 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 2016 the Council paid \$841,000 and was reimbursed \$291,000 by the Sheriff under this agreement. In 2015, the Council did not pay any significant additional amount 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. Based on prior experience, 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 - SUBSEQUENT EVENT

In June of 2017 the Council passed an ordinance authorizing the issuance of \$6,010,000 of Sales Tax Refunding Bonds. The proceeds of these bonds will be used to retire previously issued debt that bears a higher interest rate than the new debt.



REQUIRED SUPPLEMENTAL INFORMATION

**St. Mary Parish Council**

SCHEDULE OF THE COUNCIL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 Parochial Employees Retirement System of Louisiana (Plan A)  
 as of December 31, 2015 (The Plan Measurement Date)

	2015	2014
Council's proportion of the net pension liability (asset)	1.106930%	1.101947%
Amount of Council's proportionate share of the net pension liability (asset)	\$ 2,913,768	\$ 301,282
Council's covered-employee payroll	\$ 6,343,977	\$ 6,035,133
Council's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	45.93%	4.99%
Plan fiduciary net position as a percentage of the total pension liability	92.23%	99.15%

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

	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 767,238	\$ 919,881
Contributions in relation to the contractually require contribution	<u>(767,238)</u>	<u>(919,881)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Council's covered-employee payroll	\$ 6,080,187	\$ 6,343,977
Contributions as a percentage of covered-employee payroll	12.62%	14.50%

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

Unaudited

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

**Schedule of Funding Progress for  
the Council's 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)
1/1/2012	0	\$15,604,000	\$15,604,000	0	\$6,442,000	242.22%
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%

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, 2016

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 84,213	\$ 2,467,286	\$ 2,551,499
Investments	1,475,193	330,900	1,806,093
Receivables (net of allowances for uncollectibles)	86,869		86,869
Due from other governments	972,417	437,701	1,410,118
Advance to other funds	1,286,117	1,147,106	2,433,223
Other assets	4,220	-	4,220
Total assets	<u>\$ 3,909,029</u>	<u>\$ 4,382,993</u>	<u>\$ 8,292,022</u>
LIABILITIES AND FUND EQUITY			
Liabilities			
Accounts payable	\$ 230,949		\$ 230,949
Accrued liabilities	41,090		41,090
Due to other governments	402,608		402,608
Advance from other funds	206,936	\$ 142,965	349,901
Total liabilities	<u>881,583</u>	<u>142,965</u>	<u>1,024,548</u>
Fund equity			
Fund balances			
Restricted for			
Use in specific geographic areas	1,341,558		1,341,558
Debt services		1,648,302	1,648,302
Assigned for			
General Government	219,873		219,873
Public safety	309,982		309,982
Culture & recreation	256,821		256,821
Health & welfare	339,828		339,828
Urban redevelopment & housing	6,684		6,684
Debt services		2,591,726	2,591,726
Unassigned	552,700	-	552,700
Total fund equity	<u>3,027,446</u>	<u>4,240,028</u>	<u>7,267,474</u>
Total liabilities and fund equity	<u>\$ 3,909,029</u>	<u>\$ 4,382,993</u>	<u>\$ 8,292,022</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, 2016

	Special Revenue <u>Funds</u>	Debt Service <u>Funds</u>	Total Nonmajor Governmental <u>Funds</u>
<b>REVENUES</b>			
Taxes			
Sales and use	\$ 1,441,552	\$ 1,665,559	\$ 3,107,111
Ad Valorem		152,885	152,885
Intergovernmental revenues			
Federal	2,575,369		2,575,369
State	1,113,189		1,113,189
Local	433,772		433,772
Riverboat fees	1,500,000		1,500,000
Licenses & Permits	24,421		24,421
Fees, Charges, & Commission	240,810		240,810
Investment earnings & interest	16,090	17,642	33,732
Other revenues	16,450	-	16,450
Total revenues	<u>7,361,653</u>	<u>1,836,086</u>	<u>9,197,739</u>
<b>EXPENDITURES</b>			
Current:			
General government	411,900		411,900
Public safety	2,358,731		2,358,731
Public works	337,054		337,054
Culture & Recreation	438,122		438,122
Health & Welfare	3,734,817		3,734,817
Urban redevelopment & housing	348,424		348,424
Capital outlay	238,642		238,642
Debt service			
Principal		2,309,000	2,309,000
Interest		563,090	563,090
Fees	-	4,400	4,400
Total expenditures	<u>7,867,690</u>	<u>2,876,490</u>	<u>10,744,180</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(506,037)</u>	<u>(1,040,404)</u>	<u>(1,546,441)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating transfers in	2,075,400	2,890,817	4,966,217
Operating transfers out	<u>(1,707,817)</u>	<u>(2,210,000)</u>	<u>(3,917,817)</u>
Total other financing sources (uses)	<u>367,583</u>	<u>680,817</u>	<u>1,048,400</u>
Excess of revenues and other sources over expenditures and other uses	<u>(138,454)</u>	<u>(359,587)</u>	<u>(498,041)</u>
Fund balance at beginning of year	3,168,452	4,599,615	7,768,067
Residual equity transfers	<u>(2,552)</u>	<u>-</u>	<u>(2,552)</u>
Fund balance at end of year	<u>\$ 3,027,446</u>	<u>\$ 4,240,028</u>	<u>\$ 7,267,474</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 FUNDS

The various boat landing funds account for funds received from the sale of permits and launch fees to users of the various boat landings located throughout St. Mary Parish. During the current year all boat landing funds were combined into one fund, the Boat Landing Permit Fund.

## LOCAL LAW ENFORCEMENT BLOCK GRANT #2

The Local Law Enforcement Block Grant #2 fund accounts for the proceeds and expenditures resulting from a grant from the U.S. Department of Justice. This grant is for reducing crime and improving public safety. During 2016 this fund was closed into the General Fund.

## 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.

## OJP ENHANCEMENT GRANT FUND

The OJP Enhancement Grant Fund is used to account for operation of a specialty track for 18-25 year olds in drug court. During 2016 this fund was closed into the General Fund.

## 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, 2016

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
<b>ASSETS</b>								
Cash and cash equivalents							\$ 25,133	\$ 14,467
Investments	\$ 755,467			\$ 369,349	\$ 70,077	\$ 280,087		
Accounts receivable	500			44,932		163	\$ 2,863	
Due from other governments					59,033	154,192	64,234	
Advance to other funds		\$ 76,243	\$ 143,630	502,691	321,642			3161
Other assets	-	-	-	-	-	-	-	-
Total assets	<u>\$ 755,967</u>	<u>\$ 76,243</u>	<u>\$ 143,630</u>	<u>\$ 916,972</u>	<u>\$ 450,752</u>	<u>\$ 434,442</u>	<u>\$ 92,230</u>	<u>\$ 17,628</u>
<b>LIABILITIES AND FUND EQUITY</b>								
<b>Liabilities</b>								
Accounts payable	\$ 11,704			\$ 5,583	\$ 19,966	\$ 121,934	\$ 26,117	39
Accrued liabilities					617		12,110	\$ 836
Retainage payable								
Due to component units								
Due to other governments								
Due to other funds								
Advance from other funds	<u>194,566</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,526</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>206,270</u>	<u>-</u>	<u>-</u>	<u>5,583</u>	<u>20,583</u>	<u>124,460</u>	<u>38,227</u>	<u>875</u>
<b>Fund equity (deficit)</b>								
<b>Fund balances (deficits)</b>								
Restricted for use in specific geographic areas				911,389	430,169			
Committed - public safety								
Assigned for								
General government		76,243	\$ 143,630					
Public safety						309,982		
Public works								
Culture & Recreation								
Health & Welfare							54,003	16,753
Urban redevelopment & housing								
Unassigned	<u>549,697</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund equity (deficit)	<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>
Total liabilities and fund equity	<u>\$ 755,967</u>	<u>\$ 76,243</u>	<u>\$ 143,630</u>	<u>\$ 916,972</u>	<u>\$ 450,752</u>	<u>\$ 434,442</u>	<u>\$ 92,230</u>	<u>\$ 17,628</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, 2016

ASSETS	Boat Landing Permit Fund	Housing Program	DWI Court	DWI Court - Patient Fee	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
Cash and cash equivalents	\$ 34,379	\$ 10,034				\$ 200	\$ 84,213
Investments	213						1,475,193
Accounts receivable		1,565	\$ 14,557	\$ 45	\$ 22,244		86,869
Due from other governments					392,670	302,288	972,417
Advance to other funds	232,067			6,683			1,286,117
Other assets	-	-	-	-	-	4,220	4,220
Total assets	<u>\$ 266,659</u>	<u>\$ 11,599</u>	<u>\$ 14,557</u>	<u>\$ 6,728</u>	<u>\$ 414,914</u>	<u>\$ 306,708</u>	<u>\$ 3,909,029</u>
LIABILITIES AND FUND EQUITY							
Liabilities							
Accounts payable	\$ 9,838		\$ 1,144	\$ 880	\$ 24,493	\$ 9,251	\$ 230,949
Accrued liabilities		\$ 4,915	566		22,046		41,090
Retainage payable							-
Due to component units							-
Due to other governments					402,608		402,608
Due to other funds							-
Advance from other funds	-	-	9,844	-	-	-	206,936
Total liabilities	<u>9,838</u>	<u>4,915</u>	<u>11,554</u>	<u>880</u>	<u>449,147</u>	<u>9,251</u>	<u>881,583</u>
Fund equity (deficit)							
Fund balances (deficits)							
Restricted for use in specific geographic areas							1,341,558
Committed							-
Assigned for							
General government							219,873
Public safety							309,982
Public works							-
Culture & Recreation	256,821						256,821
Health & Welfare				5,848	(34,233)	297,457	339,828
Urban redevelopment & housing		6,684					6,684
Unassigned	-	-	3,003	-	-	-	552,700
Total fund equity (deficit)	<u>256,821</u>	<u>6,684</u>	<u>3,003</u>	<u>5,848</u>	<u>(34,233)</u>	<u>297,457</u>	<u>3,027,446</u>
Total liabilities and fund equity	<u>\$ 266,659</u>	<u>\$ 11,599</u>	<u>\$ 14,557</u>	<u>\$ 6,728</u>	<u>\$ 414,914</u>	<u>\$ 306,708</u>	<u>\$ 3,909,029</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, 2016

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Community Grant Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 &10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
<b>REVENUES</b>									
Taxes									
Sales and use					\$ 262,303	\$ 375,651	\$ 803,598		
Intergovernmental revenues									
Federal								\$ 269,721	\$ 6,768
State								550,728	1,832
Local						138,455	290,935	4,382	
Riverboat fees	\$ 1,500,000								
Licenses & Permits									
Fees, Charges, & Commission		\$ 58,831	\$ 49,283				3,797	43,787	
Investment earnings & interest	10,838			\$ 282	3,258	1,771	(958)		113
Other revenues	15,800					650			
Total revenues	<u>1,526,638</u>	<u>58,831</u>	<u>49,283</u>	<u>282</u>	<u>265,561</u>	<u>516,527</u>	<u>1,097,372</u>	<u>868,618</u>	<u>8,713</u>
<b>EXPENDITURES</b>									
Current:									
General government	268,775	106,645	36,480						
Public safety	95,550				14,143	97,523	2,151,515		
Public works				11,960	108,680	216,414			
Culture & Recreation	88,510				162,758	186,854			
Health & Welfare	1,058				29,450	156,152		921,070	26,388
Urban redevelopment & Housing									
Capital outlay						138,640			
Total expenditures	<u>453,893</u>	<u>106,645</u>	<u>36,480</u>	<u>11,960</u>	<u>315,031</u>	<u>795,583</u>	<u>2,151,515</u>	<u>921,070</u>	<u>26,388</u>
Excess (deficiency) of revenues over (under) expenditures	1,072,745	(47,814)	12,803	(11,678)	(49,470)	(279,056)	(1,054,143)	(52,452)	(17,675)
<b>OTHER FINANCING SOURCES</b>									
Operating transfers in				10,400	50,000		1,750,000		
Operating transfers out	(1,256,425)						(451,392)		
Total other financing sources (uses)	<u>(1,256,425)</u>	<u>-</u>	<u>-</u>	<u>10,400</u>	<u>50,000</u>	<u>-</u>	<u>1,298,608</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(183,680)	(47,814)	12,803	(1,278)	530	(279,056)	244,465	(52,452)	(17,675)
Fund balance (deficits) at beginning of year	583,107	124,057	130,827	151,548	910,859	709,225	65,517	106,455	34,428
Residual equity transfers	150,270			(150,270)					
Fund balance (deficits) at end of year	<u>\$ 549,697</u>	<u>\$ 76,243</u>	<u>\$ 143,630</u>	<u>\$ -</u>	<u>\$ 911,389</u>	<u>\$ 430,169</u>	<u>\$ 309,982</u>	<u>\$ 54,003</u>	<u>\$ 16,753</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, 2016

	Boat Landing Funds							
	Boat Landing Permit Fund	Lawrence J. Michel, Jr. Memorial Fund	Joe C. Russo Fund	Jesse Fontenot Memorial Fund	Marcel/Amelia Boat Landing Fund	Quintana Boat Landing Fund	Jessie B. Hayes Memorial Fund	Burguieres Landing Fund
<b>REVENUES</b>								
Taxes								
Sales and use								
Intergovernmental revenues								
Federal								
State								
Local								
Riverboat fees								
Licenses & Permits	\$ 24,421							
Fees, Charges, & Commission	24,540	\$ 362	\$ 1,782	\$ 3,927	\$ 3,324	\$ 4,405	\$ 1,060	\$ 1,037
Investment earnings & interest	326	4	30	75	207	15	81	41
Other revenues	-	-	-	-	-	-	-	-
Total revenues	<u>49,287</u>	<u>366</u>	<u>1,812</u>	<u>4,002</u>	<u>3,531</u>	<u>4,420</u>	<u>1,141</u>	<u>1,078</u>
<b>EXPENDITURES</b>								
Current:								
General government								
Public safety								
Public works								
Culture & Recreation								
Health & Welfare								
Urban redevelopment & Housing								
Capital outlay	39,069	6,288	14,727	17,740	5,580	4,940	11,658	-
Total expenditures	<u>39,069</u>	<u>6,288</u>	<u>14,727</u>	<u>17,740</u>	<u>5,580</u>	<u>4,940</u>	<u>11,658</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	10,218	(5,922)	(12,915)	(13,738)	(2,049)	(520)	(10,517)	1,078
<b>OTHER FINANCING SOURCES</b>								
Operating transfers in								
Operating transfers out								
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	10,218	(5,922)	(12,915)	(13,738)	(2,049)	(520)	(10,517)	1,078
Fund balance (deficits) at beginning of year	49,532	1,872	17,749	39,336	109,016	9,614	42,937	21,130
Residual equity transfers	197,071	4,050	(4,834)	(25,598)	(106,967)	(9,094)	(32,420)	(22,208)
Fund balance (deficits) at end of year	<u>\$ 256,821</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2016

	Local Law Enforcement Block Grant # 2 Fund	Housing Program	DWI Court	DWI Court - Patient Fee Fund	OJP Enhancement Grant	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>								
Taxes								
Sales and use								\$ 1,441,552
Intergovernmental revenues								
Federal	\$ -	\$ 340,517			\$ 377	\$ 1,373,048	\$ 584,938	2,575,369
State			\$ 54,032			506,597		1,113,189
Local								433,772
Riverboat fees								1,500,000
Licenses & Permits								24,421
Fees, Charges, & Commission				\$ 3,724		40,951		240,810
Investment earnings & interest			(20)	27				16,090
Other revenues								16,450
Total revenues	<u>-</u>	<u>340,517</u>	<u>54,012</u>	<u>3,751</u>	<u>377</u>	<u>1,920,596</u>	<u>584,938</u>	<u>7,361,653</u>
<b>EXPENDITURES</b>								
Current:								
General government								411,900
Public safety								2,358,731
Public works								337,054
Culture & Recreation								438,122
Health & Welfare			56,634	7,888		1,955,006	581,171	3,734,817
Urban redevelopment & Housing		348,424						348,424
Capital outlay								238,642
Total expenditures	<u>-</u>	<u>348,424</u>	<u>56,634</u>	<u>7,888</u>	<u>-</u>	<u>1,955,006</u>	<u>581,171</u>	<u>7,867,690</u>
Excess (deficiency) of revenues over (under) expenditures	-	(7,907)	(2,622)	(4,137)	377	(34,410)	3,767	(506,037)
<b>OTHER FINANCING SOURCES</b>								
Operating transfers in						265,000		2,075,400
Operating transfers out								(1,707,817)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>265,000</u>	<u>-</u>	<u>367,583</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	-	(7,907)	(2,622)	(4,137)	377	230,590	3,767	(138,454)
Fund balance (deficits) at beginning of year	2,995	14,591	5,625	9,985	(820)	(264,823)	293,690	3,168,452
Residual equity transfers	(2,995)				443			(2,552)
Fund balance (deficits) at end of year	<u>\$ -</u>	<u>\$ 6,684</u>	<u>\$ 3,003</u>	<u>\$ 5,848</u>	<u>\$ -</u>	<u>\$ (34,233)</u>	<u>\$ 297,457</u>	<u>\$ 3,027,446</u>

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

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Gaming Receipt Fund  
For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Riverboat fees	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	-
Investment earnings & interest	1,000	4,000	10,838	\$ 6,838
Other revenues	-	15,300	15,800	500
Total revenues	<u>1,501,000</u>	<u>1,519,300</u>	<u>1,526,638</u>	<u>7,338</u>
<b>EXPENDITURES</b>				
Current:				
General government	266,475	270,648	268,775	1,873
Public safety	101,400	101,400	95,550	5,850
Culture & Recreation	75,000	93,000	88,510	4,490
Health & Welfare	101,500	1,500	1,058	442
Total expenditures	<u>544,375</u>	<u>466,548</u>	<u>453,893</u>	<u>12,655</u>
Excess of revenues over expenditures	<u>956,625</u>	<u>1,052,752</u>	<u>1,072,745</u>	<u>19,993</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out				
General Fund	(380,000)	(380,000)	(380,000)	-
Jail Operating & Maintenance Fund	(450,000)	(450,000)	(450,000)	-
Certificate of Indebtedness Sinking Fund	(426,425)	(426,425)	(426,425)	-
Total other financing sources (uses)	<u>(1,256,425)</u>	<u>(1,256,425)</u>	<u>(1,256,425)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(299,800)	(203,673)	(183,680)	19,993
Fund balance at beginning of year	662,153	583,107	583,107	-
Residual equity transfer in Community Grant Fund	-	151,539	150,270	(1,269)
Fund balance at end of year	<u>\$ 362,353</u>	<u>\$ 530,973</u>	<u>\$ 549,697</u>	<u>\$ 18,724</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, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, Charges, & Commission	\$ 60,000	\$ 60,000	\$ 58,831	\$ (1,169)
Total revenues	<u>60,000</u>	<u>60,000</u>	<u>58,831</u>	<u>(1,169)</u>
<b>EXPENDITURES</b>				
Current:				
General government				
Witness Fees	30,000	18,000	15,297	
Payment to 16th JDC Crimnal Court Fund	-	91,348	91,348	-
Total expenditures	<u>30,000</u>	<u>109,348</u>	<u>106,645</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>30,000</u>	<u>(49,348)</u>	<u>(47,814)</u>	<u>(1,169)</u>
Fund balance at beginning of year	<u>86,102</u>	<u>124,057</u>	<u>124,057</u>	<u>-</u>
Fund balance at end of year	<u>\$ 116,102</u>	<u>\$ 74,709</u>	<u>\$ 76,243</u>	<u>\$ (1,169)</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, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, Charges, & Commission	\$ 60,000	\$ 50,000	\$ 49,283	\$ (717)
Total revenues	<u>60,000</u>	<u>50,000</u>	<u>49,283</u>	<u>(717)</u>
<b>EXPENDITURES</b>				
Current:				
General government	<u>40,000</u>	<u>40,000</u>	<u>36,480</u>	<u>3,520</u>
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>36,480</u>	<u>3,520</u>
Excess revenues over expenditures	20,000	10,000	12,803	2,803
Fund balance at beginning of year	<u>83,363</u>	<u>130,827</u>	<u>130,827</u>	<u>-</u>
Fund balance at end of year	<u>\$ 103,363</u>	<u>\$ 140,827</u>	<u>\$ 143,630</u>	<u>\$ 2,803</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Community Grant Fund  
 For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Investment earnings & interest	-	-	\$ 282	\$ 282
Total revenues	-	-	282	282
<b>EXPENDITURES</b>				
Current:				
Public works				
Street lighting	\$ 20,000	\$ 10,409	11,960	(1,551)
Health & Welfare	15,250	-	-	-
Total expenditures	35,250	10,409	11,960	(1,551)
Excess (deficiency) of revenues over (under) expenditures	(35,250)	(10,409)	(11,678)	(1,269)
<b>OTHER FINANCING SOURCES</b>				
Operating transfers in				
General Fund	20,000	10,400	10,400	-
Total other financing sources	20,000	10,400	10,400	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(15,250)	(9)	(1,278)	(1,269)
Fund balance at beginning of year	134,895	151,548	151,548	-
Residual (equity) deficit transfer out				
Gaming Receipt Fund	-	(151,539)	(150,270)	(1,269)
Fund balance at end of year	\$ 119,645	\$ -	\$ -	\$ (1,269)

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Wards 5 & 8 Sales Tax Fund  
 For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 280,000	\$ 260,000	\$ 262,303	\$ 2,303
Investment earnings & interest	200	2,400	3,258	858
Total revenues	<u>280,200</u>	<u>262,400</u>	<u>265,561</u>	<u>3,161</u>
<b>EXPENDITURES</b>				
Current:				
General government	3,300	-	-	-
Public safety				
Fire fighting	10,000	18,500	14,143	4,357
Public works				
Street lighting	55,000	55,000	53,704	1,296
Wax Lake East Drainage District	12,000	12,000	4,976	7,024
City of Patterson	-	50,000	50,000	-
Culture & Recreation				
Town of Berwick	3,000	3,000	3,000	-
Other	1,700	1,700	-	1,700
Recreation District #3	108,000	113,000	112,000	1,000
Recreation District #4	50,000	54,300	47,758	6,542
Health & Welfare				
Hospital District No. 3	150,000	160,000	29,450	130,550
Total expenditures	<u>393,000</u>	<u>467,500</u>	<u>315,031</u>	<u>152,469</u>
Excess (deficiency) of revenues over (under) expenditures	(112,800)	(205,100)	(49,470)	155,630
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfer in				
General Fund	50,000	50,000	50,000	-
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(62,800)	(155,100)	530	155,630
Fund balance at beginning of year	<u>960,141</u>	<u>910,859</u>	<u>910,859</u>	<u>-</u>
Fund balance at end of year	<u>\$ 897,341</u>	<u>\$ 755,759</u>	<u>\$ 911,389</u>	<u>\$ 155,630</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, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 340,000	\$ 340,000	\$ 375,651	\$ 35,651
Investment earnings & interest	200	1,375	1,771	396
Intergovernmental	-	138,500	138,455	(45)
Other revenues	-	650	650	-
Total revenues	<u>340,200</u>	<u>480,525</u>	<u>516,527</u>	<u>36,002</u>
<b>EXPENDITURES</b>				
Current:				
Public safety				
Fire fighting	50,523	97,523	97,523	-
Public works				
City of Franklin		30,000	30,000	-
Water & Sewer #4		65,000	65,000	-
Street lighting	125,500	125,500	121,414	4,086
Culture & Recreation				
Elizabeth B. Davis Park	106,965	57,665	49,670	7,995
Hebert-Washington Park	72,882	36,682	28,918	7,764
City of Franklin	3,334	9,334	9,334	-
St. Joseph Recreation Area	2,820	8,320	7,506	814
Sorrell Park	500	500	426	74
Other	45,921	111,000	91,000	20,000
Health & Welfare				
St. Mary Community Action Agency		2,500	2,500	-
SMP Center of Hope	200,000	150,000	150,000	-
General Assistance		3,200	3,652	(452)
Capital outlay				
Sidewalks & Crosswalks	10,000			-
Centerville Park	60,000	138,640	138,640	-
Sorrell Park	-	4,200	-	4,200
Total expenditures	<u>678,445</u>	<u>840,064</u>	<u>795,583</u>	<u>44,481</u>
Excess (deficiency) of revenues over (under) expenditures	(338,245)	(359,539)	(279,056)	80,483
Fund balance at beginning of year	<u>724,121</u>	<u>709,225</u>	<u>709,225</u>	<u>-</u>
Fund balance at end of year	<u>\$ 385,876</u>	<u>\$ 349,686</u>	<u>\$ 430,169</u>	<u>\$ 80,483</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, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$ 900,000	\$ 800,000	\$ 803,598	\$ 3,598
Intergovernmental revenues				
Local				
Sheriff	263,000	292,000	290,935	(1,065)
Fees, Charges, & Commission	4,000	3,000	3,797	797
Investment earnings & interest	-	-	(958)	(958)
Total revenues	<u>1,167,000</u>	<u>1,095,000</u>	<u>1,097,372</u>	<u>2,372</u>
<b>EXPENDITURES</b>				
Current:				
Public safety				
Administration	858,500	676,500	667,223	9,277
Adult Correctional Institution	1,362,500	1,337,500	1,281,301	56,199
Cost for Juvenile Prisoners	50,000	30,000	9,805	20,195
Adult Correctional Institution - Morgan City Jail	<u>215,000</u>	<u>190,000</u>	<u>193,186</u>	<u>(3,186)</u>
Total expenditures	<u>2,486,000</u>	<u>2,234,000</u>	<u>2,151,515</u>	<u>82,485</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,319,000)</u>	<u>(1,139,000)</u>	<u>(1,054,143)</u>	<u>84,857</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
General Fund	1,300,000	1,300,000	1,300,000	-
Gaming Receipt Fund	450,000	450,000	450,000	-
Operating transfers out				
Jail Sinking Fund	(429,898)	(429,898)	(429,897)	(1)
Jail Reserve Fund	<u>(21,495)</u>	<u>(21,495)</u>	<u>(21,495)</u>	<u>-</u>
Total other financing sources (uses)	<u>1,298,607</u>	<u>1,298,607</u>	<u>1,298,608</u>	<u>(1)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(20,393)	159,607	244,465	84,856
Fund balance at beginning of year	<u>50,000</u>	<u>65,518</u>	<u>65,517</u>	<u>1</u>
Fund balance at end of year	<u>\$ 29,607</u>	<u>\$ 225,125</u>	<u>\$ 309,982</u>	<u>\$ 84,859</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, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Federal grant	\$ 120,000	\$ 120,000	\$ 269,721	\$ 149,721
State grant	940,000	970,000	550,728	(419,272)
Local grant			4,382	4,382
Patient fees	28,000	53,000	43,787	(9,213)
Total revenues	<u>1,088,000</u>	<u>1,143,000</u>	<u>868,618</u>	<u>(274,382)</u>
<b>EXPENDITURES</b>				
Current				
Health and welfare				
Personal services and benefits	662,485	660,485	528,655	131,830
Operating services	132,594	159,594	166,820	(7,226)
Supplies	42,826	70,826	253	70,573
Professional services	152,025	154,025	104,524	49,501
Lab fees	73,280	73,280	85,073	(11,793)
Travel	8,790	8,790	3,543	5,247
Bad debts	-	-	32,202	(32,202)
Total expenditures	<u>1,072,000</u>	<u>1,127,000</u>	<u>921,070</u>	<u>205,930</u>
Excess (deficiency) of revenues over (under) expenditures	16,000	16,000	(52,452)	(68,452)
Fund balance at beginning of year	<u>121,000</u>	<u>32,385</u>	<u>106,455</u>	<u>74,070</u>
Fund balance at end of year	<u>\$ 137,000</u>	<u>\$ 48,385</u>	<u>\$ 54,003</u>	<u>\$ 5,618</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, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental Revenues				
Federal Grants	\$ 38,400	\$ 4,500	\$ 6,768	\$ 2,268
State Grants	9,600	2,000	1,832	(168)
Interest Earnings	15	50	113	63
Total Revenues	<u>48,015</u>	<u>6,550</u>	<u>8,713</u>	<u>2,163</u>
<b>EXPENDITURES</b>				
Current:				
Health & Welfare	<u>56,305</u>	<u>30,970</u>	<u>26,388</u>	<u>4,582</u>
Total expenditures	<u>56,305</u>	<u>30,970</u>	<u>26,388</u>	<u>4,582</u>
Excess (deficiency) of revenues over (under) expenditures	(8,290)	(24,420)	(17,675)	6,745
Fund balance at the beginning of year	<u>21,000</u>	<u>34,428</u>	<u>34,428</u>	-
Fund balance at the end of year	<u>\$ 12,710</u>	<u>\$ 10,008</u>	<u>\$ 16,753</u>	<u>\$ 6,745</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, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Licenses & permits	\$ 20,000	\$ 22,200	\$ 24,421	\$ 2,221
Fees, Charges, & Commission		16,800	24,540	7,740
Investment earnings & interest	-	100	326	226
Total revenues	<u>20,000</u>	<u>39,100</u>	<u>49,287</u>	<u>10,187</u>
<b>EXPENDITURES</b>				
Capital outlay	-	33,700	39,069	(5,369)
Total expenditures	<u>-</u>	<u>33,700</u>	<u>39,069</u>	<u>(5,369)</u>
Excess of revenues over expenditures	20,000	5,400	10,218	4,818
Fund balance at beginning of year	<u>62,355</u>	<u>49,532</u>	<u>49,532</u>	<u>-</u>
Residual equity (deficit) transfer in from				
Lawrence J. Michel, Jr. Memorial Boat Landing Fund		(4,049)	(4,050)	1
Joe C. Russo Boat Landing Fund		4,834	4,834	-
Jesse Fontenot Memorial Boat Landing Fund		25,598	25,598	-
Marcel Boat Landing Fund		106,967	106,967	-
Quintana Boat Landing Fund		9,094	9,094	-
Jessie B. Hayes Memorial Boat Landing Fund		32,420	32,420	-
Burguieres Boat Landing	-	22,208	22,208	-
Total residual equity (deficit) transfer in	<u>-</u>	<u>197,072</u>	<u>197,071</u>	<u>1</u>
Fund balance at end of year	<u>\$ 82,355</u>	<u>\$ 252,004</u>	<u>\$ 256,821</u>	<u>\$ 4,818</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Lawrence J. Michel, Jr. Memorial Boat Landing Fund  
 For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$ 750	\$ 363	\$ 362	\$ (1)
Investment earnings & interest	-	4	4	-
Total revenues	<u>750</u>	<u>367</u>	<u>366</u>	<u>(1)</u>
<b>EXPENDITURES</b>				
Capital outlay:				
Culture & Recreation	<u>2,000</u>	<u>6,288</u>	<u>6,288</u>	-
Total expenditures	<u>2,000</u>	<u>6,288</u>	<u>6,288</u>	-
Excess (deficiency) of revenues over (under) expenditures	(1,250)	(5,921)	(5,922)	(1)
Fund balance (deficit) at beginning of year	2,000	1,872	1,872	-
Residual (equity) deficit transfer out to Boat Landing Permit Fund	<u>-</u>	<u>4,049</u>	<u>4,050</u>	<u>(1)</u>
Fund balance (deficit) at end of year	<u>\$ 750</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2)</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Joe C. Russo Boat Landing Fund  
 For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$ 3,500	\$ 1,782	\$ 1,782	\$ -
Investment earnings & interest	-	30	30	-
Total revenues	<u>3,500</u>	<u>1,812</u>	<u>1,812</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital outlay:				
Culture & Recreation	<u>16,000</u>	<u>14,727</u>	<u>14,727</u>	<u>-</u>
Total expenditures	<u>16,000</u>	<u>14,727</u>	<u>14,727</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(12,500)	(12,915)	(12,915)	-
Fund balance at beginning of year	16,000	17,749	17,749	-
Residual (equity) deficit transfer out to Boat Landing Permit Fund	<u>-</u>	<u>(4,834)</u>	<u>(4,834)</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Jesse Fontenot Memorial Boat Landing Fund  
 For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues				
Fees, charges, & commission	\$ 7,000	\$ 3,927	\$ 3,927	\$ -
Investment earnings & interest	-	75	75	-
Total revenues	<u>7,000</u>	<u>4,002</u>	<u>4,002</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital outlay				
Culture & Recreation	<u>40,000</u>	<u>17,740</u>	<u>17,740</u>	<u>-</u>
Total expenditures	<u>40,000</u>	<u>17,740</u>	<u>17,740</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(33,000)	(13,738)	(13,738)	-
Fund balance at beginning of year	40,000	39,336	39,336	-
Residual (equity) deficit transfer out to Boat Landing Permit Fund	<u>-</u>	<u>(25,598)</u>	<u>(25,598)</u>	<u>-</u>
Fund balance at end of year	<u>\$ 7,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Marcel Boat Landing Fund  
 For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$ 7,400	\$ 3,324	\$ 3,324	\$ -
Investment earnings & interest	-	207	207	-
Total revenues	<u>7,400</u>	<u>3,531</u>	<u>3,531</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital outlay:				
Culture & Recreation	<u>107,000</u>	<u>5,580</u>	<u>5,580</u>	<u>-</u>
Total expenditures	<u>107,000</u>	<u>5,580</u>	<u>5,580</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(99,600)	(2,049)	(2,049)	-
Fund balance at beginning of year	107,000	109,016	109,016	-
Residual (equity) deficit transfer out to Boat Landing Permit Fund	<u>-</u>	<u>(106,967)</u>	<u>(106,967)</u>	<u>-</u>
Fund balance at end of year	<u>\$ 7,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Quintana Boat Landing Fund  
 For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$ 6,000	\$ 4,405	\$ 4,405	\$ -
Investment earnings & interest	-	15	15	-
Total revenues	<u>6,000</u>	<u>4,420</u>	<u>4,420</u>	<u>-</u>
EXPENDITURES				
Capital Outlay:				
Culture & Recreation	<u>14,000</u>	<u>4,940</u>	<u>4,940</u>	<u>-</u>
Total expenditures	<u>14,000</u>	<u>4,940</u>	<u>4,940</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(8,000)	(520)	(520)	-
Fund balance at beginning of year	14,000	9,614	9,614	-
Residual (equity) deficit transfer out to Boat Landing Permit Fund	<u>-</u>	<u>(9,094)</u>	<u>(9,094)</u>	<u>-</u>
Fund balance at end of year	<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Jessie B. Hayes Memorial Boat Landing Fund  
 For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$ 2,000	\$ 1,060	\$ 1,060	\$ -
Investment earnings & interest	-	81	81	-
Total revenues	<u>2,000</u>	<u>1,141</u>	<u>1,141</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital outlay:				
Culture & Recreation	<u>40,000</u>	<u>11,658</u>	<u>11,658</u>	<u>-</u>
Total expenditures	<u>40,000</u>	<u>11,658</u>	<u>11,658</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(38,000)	(10,517)	(10,517)	-
Fund balance at beginning of year	40,000	42,937	42,937	-
Residual (equity) deficit transfer out to Boat Landing Fund	<u>-</u>	<u>(32,420)</u>	<u>(32,420)</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Burguieres Boat Landing Fund  
 For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$ 2,000	\$ 1,037	\$ 1,037	\$ -
Investment earnings & interest	-	41	41	-
Total revenues	<u>2,000</u>	<u>1,078</u>	<u>1,078</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital outlay:				
Culture & Recreation	<u>18,000</u>	-	-	-
Total expenditures	<u>18,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(16,000)	1,078	1,078	-
Fund balance at beginning of year	18,000	21,130	21,130	-
Residual (equity) deficit transfer out to Boat Landing Permit Fund	<u>-</u>	<u>(22,208)</u>	<u>(22,208)</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Local Law Enforcement Block Grant # 2 Fund  
 For the Year Ended December 31, 2016

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Fund balance at beginning of year	<u>2,995</u>	<u>2,995</u>	<u>-</u>
Residual (equity) deficit transfer out to General Fund	<u>(2,995)</u>	<u>(2,995)</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 Housing Program  
 For the Year Ended December 31, 2016

	Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental revenues			
Federal grants	\$ 340,500	\$ 340,517	\$ 17
Total revenues	<u>340,500</u>	<u>340,517</u>	<u>17</u>
EXPENDITURES			
Current:			
Urban redevelopment & housing			
Housing assistance and administrative	340,500	348,424	(7,924)
Total expenditures	<u>340,500</u>	<u>348,424</u>	<u>(7,924)</u>
Excess (deficiency) of revenues over (under) expenditures	-	(7,907)	(7,907)
Fund balance at beginning of year	<u>14,591</u>	<u>14,591</u>	-
Fund balance at end of year	<u>\$ 14,591</u>	<u>\$ 6,684</u>	<u>\$ (7,907)</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 DWI Court  
 For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final Budget Positive (Negative)
<b>REVENUES</b>				
Federal grant	\$ 50,000	\$ 50,000	\$ 54,032	\$ 4,032
Interest earnings	-	-	(20)	(20)
Total Revenue	<u>50,000</u>	<u>50,000</u>	<u>54,012</u>	<u>4,012</u>
<b>EXPENDITURES</b>				
Health & welfare	<u>47,890</u>	<u>47,890</u>	<u>56,634</u>	<u>(8,744)</u>
Total Expenditure	<u>47,890</u>	<u>47,890</u>	<u>56,634</u>	<u>(8,744)</u>
Excess of (deficiency) of revenues over (under) expenditures	2,110	2,110	(2,622)	(4,732)
Fund balance at beginning of year	<u>-</u>	<u>5,625</u>	<u>5,625</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 2,110</u>	<u>\$ 7,735</u>	<u>\$ 3,003</u>	<u>\$ (4,732)</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, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$ 4,100	\$ 3,000	\$ 3,724	\$ 724
Investment earnings & interest	5	20	27	7
Total revenues	<u>4,105</u>	<u>3,020</u>	<u>3,751</u>	<u>731</u>
<b>EXPENDITURES</b>				
Current				
Health & Welfare	13,000	8,850	7,888	962
Total expenditures	<u>13,000</u>	<u>8,850</u>	<u>7,888</u>	<u>962</u>
Excess (deficiency) of revenues over (under) expenditures	(8,895)	(5,830)	(4,137)	1,693
Fund balance at beginning of year	<u>8,895</u>	<u>9,985</u>	<u>9,985</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 4,155</u>	<u>\$ 5,848</u>	<u>\$ 1,693</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
 OJP Enhancement Grant  
 For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Other revenues	\$ -	\$ -	\$ 377	\$ 377
Total revenues	<u>-</u>	<u>-</u>	<u>377</u>	<u>377</u>
Excess revenues over expenditures			377	377
Fund balance (deficit) at beginning of year		(820)	(820)	-
Residual (equity) deficit transfer out to General Fund	<u>-</u>	<u>820</u>	<u>443</u>	<u>377</u>
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 754</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule (Non GAAP Basis)  
 Fairview Treatment Center  
 For the Year Ended December 31, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental revenues	\$ 1,867,000	\$ 1,853,740	\$ 2,144,645	\$290,905
Patient fees	<u>12,000</u>	<u>17,000</u>	<u>40,951</u>	<u>23,951</u>
Total revenues	<u>1,879,000</u>	<u>1,870,740</u>	<u>2,185,596</u>	<u>\$314,856</u>
<b>EXPENDITURES</b>				
Current				
Health & welfare				
Personal services and benefits	1,203,569	1,208,632	1,246,143	(37,511)
Travel	500	326	325	1
Operating services	338,247	328,181	335,561	(7,380)
Supplies	64,300	58,871	62,678	(3,807)
Professional services	260,884	265,208	265,852	(644)
Lab fees	9,500	10,489	10,489	-
Capital Outlay	<u>10,000</u>	<u>5,483</u>	<u>5,482</u>	<u>1</u>
Total expenditures	<u>1,887,000</u>	<u>1,877,190</u>	<u>1,926,530</u>	<u>(49,340)</u>
Net change in fund balance- Non GAAP Basis	<u>(8,000)</u>	<u>(6,450)</u>	<u>259,066</u>	<u>\$ 265,516</u>
Reconciliation Non GAAP to GAAP Basis				
Bad Debt			(28,476)	
Intergovernmental Revenue			(265,000)	
Operating Transfers In			<u>265,000</u>	
Net change in fund balance - GAAP Basis			<u>\$ 287,542</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, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Federal grant	\$ 579,363	\$ 634,363	\$ 581,990	\$ (52,373)
Other income	-	-	2,948	2,948
Total revenues	<u>579,363</u>	<u>634,363</u>	<u>584,938</u>	<u>(49,425)</u>
<b>EXPENDITURES</b>				
Current				
Health and welfare				
Personal services and benefits	426,018	472,518	424,942	47,576
Operating services	141,345	141,345	140,034	1,311
Supplies	8,500	17,000	11,839	5,161
Professional services	3,500	3,500	3,306	194
Capital Outlay	-	-	1,050	(1,050)
Total expenditures	<u>579,363</u>	<u>634,363</u>	<u>581,171</u>	<u>53,192</u>
Excess revenues over expenditures	-	-	<u>3,767</u>	<u>3,767</u>
Fund balance at beginning of year	<u>292,802</u>	<u>293,690</u>	<u>293,690</u>	-
Fund balance at end of year	<u>\$ 292,802</u>	<u>\$ 293,690</u>	<u>\$ 297,457</u>	<u>\$ 3,767</u>

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

**SALES TAX BOND SINKING FUND**

The Sales Tax Bond Sinking Fund accounts for the Council's share of a one percent sales tax which is to be used for the retirement 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

The Certificate of Indebtedness Sinking Fund accounts for the transfer of revenues from the Road Construction and Maintenance Fund for repayment of the \$3,575,000 Road Refunding Bonds. This fund also accounts for the transfer of revenues for the repayment of the \$2,370,000 Public Parks and Recreation Refunding Bonds, 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, 2016

	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	Certificates of Indebtedness Sinking Fund	Jail Sinking Fund	Jail Reserve Fund	Total Nonmajor Debt Service Funds
<b>ASSETS</b>									
Cash and cash equivalents	\$ 147,500	\$ 623,622	\$ 703,278	\$ 292,500	\$ 112,550	\$ -	\$ 361,336	\$ 226,500	\$ 2,467,286
Investments	329,640	202	2	731	325				330,900
Due from other governments	319,614				118,087				437,701
Advance to other funds	-	-	-	257,277	273,889	470,449	145,491	-	1,147,106
Total assets	<u>796,754</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>226,500</u>	<u>4,382,993</u>
<b>LIABILITIES AND FUND EQUITY</b>									
<b>Liabilities</b>									
Advance from other funds	\$ 60,218	-	-	-	-	-	-	\$ 82,747	\$ 142,965
Total liabilities	<u>60,218</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>82,747</u>	<u>142,965</u>
<b>Fund equity</b>									
<b>Fund balances</b>									
Restricted for debt service	147,500	623,622	292,500		112,550		328,377	143,753	1,648,302
Assigned for debt service	589,036	202	410,780	550,508	392,301	470,449	178,450	-	2,591,726
Total fund equity	<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>
Total liabilities and fund equity	<u>\$ 796,754</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>\$ 226,500</u>	<u>\$ 4,382,993</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, 2016

	Sales Tax Bond <u>Sinking Fund</u>	Sales Tax Bond Reserve <u>Fund</u>	3/4% Sales Tax Bond <u>Reserve Fund</u>	3/4% Sales Tax Bond <u>Sinking Fund</u>	St. Mary Parish Library <u>Sinking Fund</u>	Certificate of Indebtedness <u>Sinking Fund</u>	Jail Sinking <u>Fund</u>	Jail Reserve <u>Fund</u>	Total Nonmajor Debt Service <u>Funds</u>
<b>REVENUES</b>									
Taxes									
Sales and use	\$ 1,665,559								\$ 1,665,559
Ad Valorem					\$ 152,885				152,885
Investment earnings & interest	<u>5,812</u>	<u>\$ 3,038</u>	<u>\$ 4,551</u>	<u>\$ 1,041</u>	<u>1,468</u>	<u>\$ 250</u>	<u>\$ 1,057</u>	<u>\$ 425</u>	<u>17,642</u>
Total revenues	<u>1,671,371</u>	<u>3,038</u>	<u>4,551</u>	<u>1,041</u>	<u>154,353</u>	<u>250</u>	<u>1,057</u>	<u>425</u>	<u>1,836,086</u>
<b>EXPENDITURES</b>									
Capital outlay									
Debt service									
Principal	280,000			570,000	235,000	869,000	355,000		2,309,000
Interest	251,400			126,400	79,571	38,790	66,929		563,090
Fees	<u>3,175</u>	<u>-</u>	<u>-</u>	<u>(200)</u>	<u>925</u>	<u>-</u>	<u>500</u>	<u>-</u>	<u>4,400</u>
Total expenditures	<u>534,575</u>	<u>-</u>	<u>-</u>	<u>696,200</u>	<u>315,496</u>	<u>907,790</u>	<u>422,429</u>	<u>-</u>	<u>2,876,490</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,136,796</u>	<u>3,038</u>	<u>4,551</u>	<u>(695,159)</u>	<u>(161,143)</u>	<u>(907,540)</u>	<u>(421,372)</u>	<u>425</u>	<u>(1,040,404)</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Operating transfers in	400,000			703,000		1,336,425	429,897	21,495	2,890,817
Operating transfers out	<u>(1,810,000)</u>	<u>(400,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,210,000)</u>
Total other financing sources (uses)	<u>(1,410,000)</u>	<u>(400,000)</u>	<u>-</u>	<u>703,000</u>	<u>-</u>	<u>1,336,425</u>	<u>429,897</u>	<u>21,495</u>	<u>680,817</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(273,204)</u>	<u>(396,962)</u>	<u>4,551</u>	<u>7,841</u>	<u>(161,143)</u>	<u>428,885</u>	<u>8,525</u>	<u>21,920</u>	<u>(359,587)</u>
Fund balance at beginning of year	<u>1,009,740</u>	<u>1,020,786</u>	<u>698,729</u>	<u>542,667</u>	<u>665,994</u>	<u>41,564</u>	<u>498,302</u>	<u>121,833</u>	<u>4,599,615</u>
Fund balance at end 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>

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

GENERAL SUPPLEMENTARY INFORMATION

**St. Mary Parish Council**  
 Compensation Paid Council Members  
 For the Year Ended December 31, 2016

Outgoing Single Members:

Logan Fromenthal, Jr.	\$ 208
David J. Hanagriff	208
Lionel C. Metz	208
Edna M Lewis Middleton	208
Tim T. Tregle	208

Incoming Single Members:

Gabriel Beadle	5,192
James Wallace Bennet, Jr.	5,192
J Bertrand Ina	5,192
Craig Alonzo Mathews	5,192
Dale James Rogers	5,192

Continuing Single Members:

Sterling J. Fryou, Sr.	5,400
Glen Hidalgo	5,400
Kenneth Singleton	5,400

Outgoing at Large:

Albert Foulcard	369
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Incoming at Large:

Paul Naquin, Jr., Chairman	10,296
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Continuing at Large:

Stephen Bierhorst, prior Chairman (resigned in 2016)	6,905
Kevin Voisin, Vice Chairman	10,200
Pamela G. Washington (appointed to replace Mr. Bierhorst)	<u>2,326</u>

\$ 73,295

The election for Council seats was held in the fall of 2015, the newly elected Councilmen were seated in January 2016. Therefore the outgoing and incoming Councilmen each serve a portion of the month of January.

**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, 2016

**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, 2016

<u>Coverage</u>	<u>Amounts or Limits</u>	<u>Expires</u>	<u>Company</u>
Workers' Compensation and Employer's Liability	\$1,000,000	01/01/2017	PGRMA
Ferry-Hull and Machinery	\$75,000	05/16/2017	Alianz Global Corp
Ferry-Protection & Indemnity	\$1,000,000	05/16/2017	Lloyds' of London
Property and Extended Coverage	\$22,868,430	06/15/2017	Illinois Union Ins. Co.
Equipment Floater	\$7,046,461	06/15/2017	Continental Casualty
Boiler & Machinery	\$23,116,430	06/15/2017	Continental Casualty
Property-Burns Point Dwelling	\$24,000	06/28/2017	Louisiana Citizens
Airport Liability	\$1,000,000	09/29/2017	ACE Property & Casualty Insurance Co.
General Liability	\$3,000,000	12/31/2017	Atlantic Specialty Insurance Company
Auto Liability Coverage	\$1,000,000	12/31/2017	Atlantic Specialty Insurance Company
Public Entity Management Liability Coverage	\$3,000,000	12/31/2017	Atlantic Specialty Insurance Company
Public Entity Employment Practices (Liability Protection Coverage)	\$3,000,000	12/31/2017	Atlantic Specialty Insurance Company
Employee Benefit Plans Administration (Liability Protection Coverage)	\$3,000,000	12/31/2017	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, 2016

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	REVENUE RECOGNIZED	EXPENDITURES INCURRED
<u>U.S. Department of the Interior</u>			
Bureau of Land Management			
Payment in Lieu of Taxes	15.226	\$ 7,455	7,455
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	64,758	60,277
Bureau of Ocean Energy Management, Regulation and Enforcement			
Coastal Impact Assistance Program (CIAP)	15.668	<u>2,269,806</u>	<u>1,657,471</u>
Total U.S. Department of Interior		<u>2,342,019</u>	<u>1,725,203</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	2,431,786	2,431,786
Housing - Federal Housing Commissioner			
Section 8 Housing Choice Vouchers	14.871	<u>340,517</u>	<u>348,424</u>
Total U.S. Department of Housing and Urban Development		<u>2,772,303</u>	<u>2,780,210</u>
<u>U.S. Department of Transportation</u>			
Airport Improvement Program	20.106	9,718	8,746
Alcohol Impaired Drinking Countermeasures Incentive Grants I	20.601	<u>54,031</u>	<u>56,634</u>
Total U.S. Department of Transportation		<u>63,749</u>	<u>65,380</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>6,768</u>	<u>6,768</u>
Total U.S. Department of Education		<u>6,768</u>	<u>6,768</u>

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	REVENUE RECOGNIZED	EXPENDITURES INCURRED
<u>Department of Homeland Security</u>			
Passed through Governor's Office of Homeland Security and Emergency Preparedness			
Hazard Mitigation Grant	97.039	\$ 1,406,250	\$ 620,527
Passed through State of Louisiana Office of State Police			
Emergency Management Performance Grants	97.042	28,210	41,415
Homeland Security Grant Program	97.067	<u>26,694</u>	<u>26,694</u>
Total Department of Homeland Security		<u>1,461,154</u>	<u>688,636</u>
<u>U.S. Department of Health and Human Services</u>			
Public Health Emergency Preparedness (PHEP)	93.069	17,966	12,961
Passed through Louisiana Supreme Court Drug Court Office			
Temporary Assistance for Needy Families (TANF)	93.558	851,711	830,589
Passed through Louisiana Department of Health and Hospitals			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	<u>1,290,000</u>	<u>1,218,935</u>
Total U.S. Department of Health and Human Services		<u>2,159,677</u>	<u>2,062,485</u>
Total Primary Government Federal Financial Assistance		<u>\$ 8,805,670</u>	<u>\$ 7,328,682</u>

**ST. MARY PARISH COUNCIL**

Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2016

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 2016, 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 revenues and expenditures from the Department of Homeland Security.

Hazard Mitigation Grant (CFDA 97.039)

The Hazard Mitigation Grant is made up two separate grants shown as follows:

<u>Fund</u>	<u>Revenue</u>	<u>Expenditures</u>
General Fund	\$ 195,514	--
Capital Improvement Fund	1,210,736	\$620,527
Total Hazard Mitigation Grant	<u>\$1,406,250</u>	<u>\$620,527</u>

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 \$667,538 of which \$478,287 qualifies for 100% reimbursement and \$189,251 qualifies for 75% reimbursement

<u>Project</u>	<u>Current Year Expenditure</u>	<u>Qualification % Reimbursement</u>	<u>Qualifying Reimbursement Expenditures</u>
Courthouse Floodproofing Project	\$478,287	100%	\$478,287
Wind Retrofit & Safe Room 911 Building	10,266	75%	7,700
Harry P. Williams OEP Hanger	20,034	75%	15,026
Morgan City Fire Dept.	19,518	75%	14,639
Franklin Fire Dept.	27,423	75%	20,567
St. Mary Parish School Board	20,521	75%	15,391
Pump Station 2 Drainage Improvements	91,489	75%	68,887
	<u>\$667,538</u>		<u>\$620,527</u>

NOTE 3 – DEPARTMENT OF HEALTH AND HUMAN SERVICES

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

Temporary Assistance for Needy Families (CFDA 93.558)

<u>Funds</u>	<u>Revenues</u>	<u>Expenditures</u>
16 <sup>th</sup> Judicial District Drug Court Fund	\$ 269,721	\$ 269,721
Claire House	<u>581,990</u>	<u>560,868</u>
Total Temporary Assistance for Needy Families	\$ <u>851,711</u>	\$ <u>830,589</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, 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 of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2016 (for the year ended June 30, 2016 for Fairview Treatment Center and Claire House) and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council's primary government and have issued our report thereon dated June 27, 2017. Our report includes a reference to other auditors who audited the financial statements of Fairview Treatment Center and Claire House, 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.

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

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

#### Compliance and Other Matters

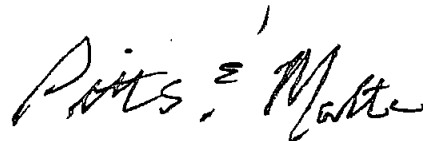
As part of obtaining reasonable assurance about whether the Council's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 and those of other auditors disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and questioned costs as items 2016-001 and 2016-002.

#### 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

June 27, 2017  
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, 2016 (for the year ended June 30, 2016 for Claire House). The Council's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. We did not audit the compliance of Claire House. The compliance of this fund was audited by other auditors whose report has been furnished to us and our opinion, insofar, as it relates to this fund's compliance is based on the reports of those other auditors.

Management's Responsibility

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

Auditors' Responsibility

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

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



Opinion on Each Major Federal Program

In our opinion, the Council, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2016 (for the year ended June 30, 2016 for Claire House).

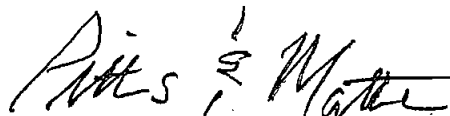
Report on Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. 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

June 27, 2017  
Morgan City, Louisiana

**ST. MARY PARISH COUNCIL**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended December 31, 2016

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the St. Mary Parish Council's primary government.
2. No material weakness was disclosed during the audit of the primary government financial statements that is required to be reported in the Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. Two instances of noncompliance material to the primary government 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)  
Temporary Assistance for Needy Families (TANF) (CFDA 93.558)
8. The threshold for distinguishing types A and B programs was \$750,000.
9. St. Mary Parish Council was not determined to be a low risk auditee.

B. FINDINGS - FINANCIAL STATEMENT AUDIT

NONCOMPLIANCE

ITEM NO. 2016-001 Budget Monitoring

Auditors' Comments

Condition: During the course of the audit for the year ended December 31, 2016, 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>
Claire House	\$584,938	\$634,363	\$49,425	7.8%
16 <sup>th</sup> JDC-St. Mary Parish Drug Court	868,618	1,143,000	(274,382)	24.0%

Notification was not made and the following budgets were not amended although actual expenditures exceeded budgeted expenditures by five percent or more:

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
DWI Court	\$56,634	\$47,890	\$8,744	18.2%
Community Grant Fund	11,960	10,409	1,551	14.9%
Boat Landing Permit Fund	39,069	33,700	5,369	15.9%

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. Budget variances will continue to be monitored on a monthly basis and budget adjustments will be recommended to the Council when variances exceed the percentages as specified in the state statute.

ITEM NO. 2016-002 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>Special Revenue Fund</u> Fairview Treatment Center	\$(34,233)

Management's Response:

The deficit in the Fairview Treatment Center Fund will be funded by future revenues.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS  
AUDIT

NONE

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RELATED CORRECTIVE  
ACTION PREPARED BY MANAGEMENT OF ST. MARY PARISH COUNCIL

Items of Noncompliance

Item No. 2015-001 Budget Monitoring

Condition: During the course of the audit for the year ended December 31, 2015, 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. 2015-002 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

# ST. MARY PARISH GOVERNMENT

DAVID HANAGRIFF, PRESIDENT

FIFTH FLOOR - COURTHOUSE

FRANKLIN, LOUISIANA 70538-6198

June 27, 2017

HENRY "BO" LAGRANGE  
CHIEF ADMINISTRATIVE OFFICER

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

DIRECTOR OF FINANCE  
PAUL J. GOVERNALE, CPA, CGFM

DIRECTOR OF PERSONNEL  
JILLIAN E. FISHER

Dear Mr. Purpera:

The St. Mary Parish Government respectfully submits the following corrective action plan relative to findings in the audit for the year ended December 31, 2016:

DIRECTOR OF PLANNING AND ZONING  
TAMMY LUKE

Findings – Financial Statement Audit  
Noncompliance  
Item No. 2016-001 Budget Monitoring

DIRECTOR OF PUBLIC WORKS  
GEORGE MIKHAEL, P.E., MSCE

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. Budget variances will continue to be monitored on a monthly basis and budget adjustments will be recommended to the Council when variances exceed the percentages as specified in the State Statute.

DIRECTOR OF ECONOMIC DEVELOPMENT  
FRANK G. FINK

Item 2016-002 Fund Deficits

Management's Response:

The deficit in the Fairview Treatment Center Fund will be funded by future revenues:

OFFICE OF HOMELAND SECURITY  
AND EMERGENCY PREPAREDNESS  
DUVAL H. ARTHUR, JR., LEM

FRANKLIN  
(337) 828-4100

FAX (337) 828-4092

E-mail: [admin@stmaryparishla.gov](mailto:admin@stmaryparishla.gov)

OFFICE HOURS  
8:00 A.M. TO 12:00 P.M.  
1:00 P.M. TO 4:30 P.M.

Any questions concerning this corrective action plan should be directed to Mr. Paul J. Governale, Director of Finance, or Mr. Henry C. LaGrange, Chief Administrative Officer.

Sincerely,



Paul J. Governale, CPA, CGFO, CGFM  
Director of Finance  
St. Mary Parish Government