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

And

Independent Auditors' Report on Internal Control and Compliance and Other Matters
For the Year Ended December 31, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 7/9/08

ST. MARY PARISH COUNCIL

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INDEPENDENT AUDITORS' REPORT

To the St. Mary Parish Council
Franklin, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund of the St. Mary Parish Council, as of and for the year ended December 31, 2007, which collectively comprise the Basic Financial Statements of the St. Mary Parish Council as listed in the table of contents as Basic Financial Statements. We also have audited the financial statements of each of the Council's nonmajor governmental funds presented as supplementary information in the accompanying combining financial statements and individual fund budgetary comparison schedules as of and for the year ended December 31, 2007 as listed in the table of contents as Supplementary Information - Nonmajor Governmental Funds. These financial statements are the responsibility of the St. Mary Parish Council's management. Our responsibility is to express opinions on these financial statements based on our audit.

We did not audit the financial statements of twenty-six of the forty-one discretely presented component units, as listed in Note 1A of the notes to the financial statements, which statements represent 78% and 85% respectively of the assets and revenues of the discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the basic financial statements, insofar as it relates to the amounts included for those twenty-six component units in the component unit amounts presented within the Statement of Net Assets, Statement of Activities, and Statement of Fiduciary Net Assets, as listed in the table of contents, is based on the report of the other auditors.

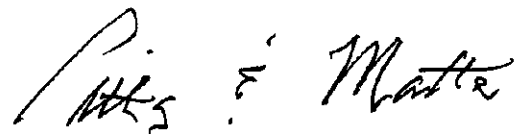
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of 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, the aggregate discretely presented component units, and the aggregate remaining fund information for the St. Mary Parish Council, as of December 31, 2007, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund for the year then ended in conformity 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, 2007, and the respective changes in financial position, and respective budgetary comparisons, where applicable thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Council has not presented Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In accordance with Government Auditing Standards, we have also issued our report dated June 23, 2008 on our consideration of the St. Mary 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 on 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 should be considered in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the St. Mary Parish Council. The accompanying component unit information as listed in the Supplementary Information - Component Units in the table of contents, the accompanying schedule of expenditures of federal awards, required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the information listed as General Supplementary Information in the table of contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements of the St. Mary Parish Council. Such information except for the portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



CERTIFIED PUBLIC ACCOUNTANTS

June 23, 2008

BASIC FINANCIAL STATEMENTS

ST. MARY PARISH COUNCIL
Statement of Net Assets
December 31, 2007

	Primary Government			Total	Component Units	Total Primary Government & Component Units
	Governmental Activities	Business-type Activities				
ASSETS						
Current assets						
Cash and cash equivalents	\$1,621,373	\$245	\$1,621,618	\$15,779,089	\$17,400,707	
Investments	12,058,912	782	12,059,694	9,007,357	21,067,051	
Receivables (net of allowances for uncollectibles)	552,985	362,585	915,570	3,975,941	4,891,511	
Other Receivables				574,927	574,927	
Due from St. Mary Parish Council				796,197	796,197	
Due from component units	1,117,058		1,117,058	48,450	1,165,508	
Due from other governments	5,930,705		5,930,705	6,603,102	12,533,807	
Prepaid expenses				753,978	753,978	
Inventories				575,379	575,379	
Unamortized bond issue costs				-	-	
Other assets				6,062	6,062	
Internal balances	(2,179,575)	2,179,575				
Total current assets	19,101,458	2,543,187	21,644,645	38,120,482	59,765,127	
Noncurrent Assets						
Restricted Assets:						
Cash		791,577	791,577	1,197,612	1,989,189	
Investments		836,836	836,836	1,502,270	2,339,106	
Other				231,658	231,658	
Unamortized debt issuance costs, net		53,758	53,758	270,900	324,658	
Investment in Berwick Bayou Vista Joint Waterworks Commission				412,418	412,418	
Capital Assets						
Land and improvements	1,820,876	3,802,599	5,623,475	4,175,524	9,798,999	
Buildings, net of accumulated depreciation	12,009,908	741	12,010,649	30,414,822	42,425,471	
Improvements other than buildings, net of accumulated depreciation	14,210,410	96,191	14,306,601	35,854,838	50,161,439	
Equipment and furniture, net of accumulated depreciation	3,181,899	1,666,347	4,848,246	12,084,062	16,932,308	
Infrastructure	84,919,565		84,919,565	10,411,450	95,331,015	
Construction in progress	2,548,407	9,645,378	12,193,785	3,301,399	15,495,184	
Total noncurrent assets	118,691,065	16,893,427	135,584,492	99,856,953	235,441,445	
Total assets	\$137,792,523	\$19,436,614	\$157,229,137	\$137,977,435	\$295,206,572	

	Primary Government		Total	Component Units	Total Primary Government & Component Units
	Governmental Activities	Business-type Activities			
LIABILITIES AND NET ASSETS					
Current liabilities					
Accounts payable	\$1,177,784	\$263,295	\$1,441,079	\$3,166,189	\$4,607,268
Contracts payable	191,474	4,342	195,816	-	195,816
Retainage payable	78,705		78,705	142,182	220,887
Accrued liabilities	322,093		322,093	650,546	972,639
Accrued interest payable	190,308		190,308	80,024	270,332
Deferred revenue	95,072		95,072	1,935,170	2,030,242
Due to St. Mary Parish Council				774,374	774,374
Due to component units				41,467	41,467
Due to other governments				175,020	175,020
Payable from restricted assets				474,036	474,036
Current portion of long-term debt	2,451,213	265,000	2,716,213	1,936,262	4,652,475
Total current liabilities	4,506,649	532,637	5,039,286	9,375,270	14,414,556
Noncurrent liabilities					
Compensated absences	144,000		144,000	115,516	259,516
Noncurrent portion of long-term debt	26,242,450	6,610,000	32,852,450	36,050,222	68,902,672
Landfill closure costs and post-closure care costs		4,440,000	4,440,000		4,440,000
Total noncurrent liabilities	26,386,450	11,050,000	37,436,450	36,165,738	73,602,188
Total liabilities	\$30,893,099	\$11,582,637	\$42,475,736	\$45,541,008	\$88,016,744
Net Assets					
Invested in capital assets, net of related debt	91,128,523	8,385,672	99,514,195	60,270,419	159,784,614
Restricted for:					
Capital projects				4,163,939	4,163,939
Debt service	2,484,093	220,835	2,704,928	1,585,156	4,290,084
Other purposes	1,825,871	(3,908,880)	(2,083,009)	1,092,806	(990,203)
Unrestricted	11,460,937	3,156,350	14,617,287	25,324,107	39,941,394
Total net assets	106,899,424	7,853,977	114,753,401	92,436,427	207,189,828
Total liabilities and net assets	\$137,792,523	\$19,436,614	\$157,229,137	\$137,977,435	\$295,206,572

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

ST. MARY PARISH COUNCIL

Statement of Activities
Year Ended December 31, 2007

Net (Expense) Revenue and Changes in Net Assets

Functions/Programs	Program Revenues			Primary Government		Total
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
PRIMARY GOVERNMENT:						
Governmental activities:						
General government	\$5,323,569	\$1,133,432	\$893,791	(\$3,296,346)		(\$3,296,346)
Public safety	3,574,246	401,194	\$1,056	(2,558,905)		(2,558,905)
Public works	5,612,277	50,006	1,421,014	(3,705,281)		(3,705,281)
Sanitation	3,561,290	1,369,646	63,684	(2,127,960)		(2,127,960)
Culture & recreation	1,685,038	119,508	731,433	(795,188)		(795,188)
Health & welfare	2,450,174	261,287	1,646,719	1,187,442		1,187,442
Urban redevelopment & housing						
Economic development & assistance	281,428	88,552		(192,876)		(192,876)
Interest and fees on long-term debt	1,256,717			(1,256,717)		(1,256,717)
Total governmental activities	23,744,739	3,335,073	4,848,651	(12,745,831)		(12,745,831)
Business-type activities:						
Solid Waste Landfill	3,585,048	2,898,363	40,000		(646,686)	(646,686)
Small Animal Control	246,821	50,249	1,852		(194,720)	(194,720)
Kemper Williams Park	606,008	208,729	50,801		(346,478)	(346,478)
Total business-type activities	4,437,877	3,157,341	92,653		(1,187,884)	(1,187,884)
Total primary government	28,182,616	6,492,414	4,941,304	(12,745,831)	(1,187,884)	(13,933,715)
COMPONENT UNITS:						
General government	2,879,100	1,585,879				(1,293,221)
Water & sewer	7,773,541	5,174,816	9,600			(2,589,125)
Drainage	3,634,943	3,600	85,109			(3,546,234)
Fire Protection	576,986					(576,986)
Recreation	3,528,839	1,420,804	180,242			(1,927,793)
Health and Welfare	73,079					(73,079)
Rental fees		245,000				
Medical care	19,694,230	15,800,609	2,748,480			(1,145,141)
Library	1,529,125	1,971	41,207			(1,485,947)
Tourism	482,227		236,558			(245,669)
Public safety	528,598	591,323				62,725
Interest and fees on long-term debt	646,698					(646,698)
Total component units	41,347,366	24,824,002	3,111,354			(13,467,168)
Total primary government and component units	69,529,982	31,316,416	8,052,658			(27,400,883)

Net (Expense) Revenue and Changes in Net Assets

	Primary Government		Total
	Governmental	Business-	Primary
	Activities	type	Government
		Activities	& Component
			Units
		Total	Units
General revenues:			
Taxes:			
Sales and use	\$6,669,589	\$6,669,589	\$7,094,598
Ad valorem taxes levied for general purposes	2,151,627	2,151,627	12,254,435
Ad valorem taxes levied for debt service	363,515	363,515	2,715,727
Severance taxes	850,014	850,014	850,014
Hotel-Motel tax	63,945	63,945	570,569
Other taxes, penalties, & interest, etc.	4,559,710	4,559,710	63,945
Royalty road funds	983,444	983,444	4,559,710
State shared revenue	34,629	34,629	1,263,672
Special assessments	958,955	\$116,484	34,629
Investment earnings & interest	13,854	3,981	1,271,045
Gain on sale of equipment			2,346,484
Special items:			17,835
Transfer to Hospital	(1,644,219)	(1,644,219)	959,979
Transfers:			
Operating	(2,363,521)	2,363,521	(1,234)
Capital			
Transfer to Agency fund			
Payments from St. Mary Parish Council			1,477,497
Payment from local governments			99,892
Miscellaneous			169,437
Total general revenues, special items, and transfers	12,641,542	2,483,986	19,351,661
Change in net assets	(104,289)	1,296,102	6,130,590
Net assets - beginning of year	26,907,859	6,557,875	86,530,541
Prior period adjustment	80,095,854	80,095,854	(224,704)
Net assets-beginning of year (as adjusted)	107,003,713	6,557,875	86,305,837
Net assets - end of year	\$106,899,424	\$7,853,977	\$92,436,427
			\$207,189,828

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

ST. MARY PARISH COUNCIL

Balance Sheet
Governmental Funds
December 31, 2007

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$156,687		\$251		(\$673,203)	\$2,137,638	\$1,621,373
Investments		\$324,119	\$1,699,636	\$2,852,482	5,176,162	2,006,513	12,058,912
Receivables (net of allowances for uncollectibles)	161,386	53,230	63,684			274,685	552,985
Due from component units	445,893		289,009	1,532	380,624		1,117,058
Due from other governments	2,219,253	1,556,769	499,495	400,000		1,255,188	5,930,705
Due from other funds							
Advance to other funds			2,438,321			3,308,571	5,746,892
Total assets	\$2,983,219	\$1,934,118	\$4,990,396	\$3,254,014	\$4,883,583	\$8,982,595	\$27,027,925
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$367,567	\$133,029	\$353,731	\$52,527	\$62,949	\$207,981	\$1,177,784
Contracts payable				\$81,275	88,960	21,239	191,474
Retainage payable				38,036	40,669		78,705
Accrued liabilities	269,157	51,551				1,385	322,093
Deferred revenue	52,493					42,579	95,072
Due to other governments							
Due to other funds							
Advance from other funds	1,226,884	20,212		2,867,333	2,996,099	815,939	7,926,467
Total liabilities	1,916,101	204,792	353,731	3,039,171	3,188,677	1,089,123	9,791,595
Fund balances (deficit)							
Fund balances (deficits)							
Reserved for non-current portion of receivables			958,000		287,433		1,513,709
Reserved for debt service						268,276	2,674,401
Reserved for rental assistance						113,941	113,941
Unreserved - undesignated, reported in General fund	1,067,118						1,067,118
Special revenue funds		1,729,326	3,678,665			2,331,067	7,739,058
Debt service funds						1,699,865	1,699,865
Capital projects funds				214,843	1,407,473	805,922	2,428,238
Total fund balances (deficit)	1,067,118	1,729,326	4,636,665	214,843	1,694,906	7,893,472	17,236,330
Total liabilities and fund balances	\$2,983,219	\$1,934,118	\$4,990,396	\$3,254,014	\$4,883,583	\$8,982,595	\$27,027,925

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 Assets
December 31, 2007

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

Total fund balance - Governmental Funds		\$17,236,330
Amounts reported for governmental activities in the Statement of Net Assets 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.		118,691,065
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.		(190,308)
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	\$2,451,213	
Noncurrent portion of long-term debt	26,242,450	
Compensated absences	144,000	(28,837,663)
Net assets of governmental activities		<u>\$106,899,424</u>

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds

For the Year Ending December 31, 2007

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes							
Sales and use							
Ad Valorem	\$2,151,627		\$2,922,095			\$3,747,494	\$6,669,589
Other taxes, penalties, & interests, etc.	63,945					363,515	2,515,142
Intergovernmental revenues							63,945
Federal grants	50,689			\$289,928		1,098,759	1,439,376
State funds							
State grants	386,776			2,302,818		690,525	3,380,119
State revenue sharing	544,370	439,000				74	983,444
Royalty road funds		4,559,710					4,559,710
Parish road transportation funds		452,477					452,477
Severance taxes	850,014						850,014
Local	2,500		63,684	2,500		7,425	76,109
Criminal court fund	23,500						23,500
Riverboat fees							
Chitimacha tribal grant						1,565,753	1,565,753
Special assessments						750,000	750,000
Licenses & Permits	670,230					34,629	34,629
Fees, Charges, & Commission	485,125					21,772	692,008
Mosquito Abatement	233,208	6	1,369,646			476,949	2,331,720
Investment earnings & interest	149,392	24,027	240,026	(8,089)	252,981	300,620	958,957
Other revenues	2,348	50,000				2,290	54,638
Total revenues	<u>5,613,724</u>	<u>5,525,220</u>	<u>4,595,451</u>	<u>2,587,157</u>	<u>252,981</u>	<u>9,059,805</u>	<u>27,634,338</u>
EXPENDITURES							
Current:							
General government	4,066,563		36,040	236,373	24	274,801	4,613,801
Public safety	696,418		159,676			1,704,197	2,560,291
Public works	270,390	3,172,181				377,238	3,819,809
Sanitation			1,944,887	88,662	1,510,741	17,000	3,561,290
Culture & Recreation	478,245			168,035		359,547	1,005,827
Health & Welfare	839,435					1,549,813	2,389,248
Economic development & assistance	271,428					10,000	281,428
Capital outlay	223,092	222,523		3,071,430		241,304	3,862,324
Debt service							
Principal							
Interest						2,877,213	2,877,213
Fees				26,934		6,498	1,241,382
Total expenditures	<u>6,845,571</u>	<u>3,394,704</u>	<u>2,244,578</u>	<u>3,591,434</u>	<u>1,510,765</u>	<u>8,658,993</u>	<u>26,246,045</u>

Excess (deficiency) of revenues over (under) expenditures	(1,231,847)	2,130,516	2,350,873	(1,004,277)	(1,257,784)	400,812	1,388,293
OTHER FINANCING SOURCES							
Proceeds from bonds		13,854		3,000,000			3,000,000
Proceeds from loss/damage of asset	2,450,000		20,000				13,854
Operating transfers in	(757,258)	(1,234,695)	(2,729,413)	23,000		2,605,572	5,098,572
Operating transfers out	1,692,742	(1,220,841)	(2,709,413)	3,023,000		(2,740,727)	(7,462,093)
Total other financing sources (uses)						(135,155)	650,333
SPECIAL ITEMS							
Transfer out to component entity				(1,644,219)			(1,644,219)
Total special items				(1,644,219)			(1,644,219)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	460,895	909,675	(358,540)	374,504	(1,257,784)	265,657	394,407
Fund balance at beginning of year as previously stated	606,223	819,651	4,995,205	(159,661)	2,952,690	7,639,620	16,853,728
Prior period adjustment						(11,805)	(11,805)
Fund balance (deficits) at beginning of year as adjusted	606,223	819,651	4,995,205	(159,661)	2,952,690	7,627,815	16,841,923
Fund balance (deficits) at end of year	\$1,067,118	\$1,729,326	\$4,636,665	\$214,843	\$1,694,906	\$7,893,472	\$17,236,330

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

ST. MARY PARISH COUNCIL

Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2007

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

Net change in fund balance - Governmental Funds	\$394,407
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 capital outlays (\$3,845,589 meeting the Council's capitalization policy [total capital outlays of \$3,862,324 less \$16,735 of outlays, not meeting capitalization policy]) exceeded depreciation (\$4,261,593) in the current period.	(416,004)
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Bond proceeds provide current financial resources to governmental funds, but issuing debt increases noncurrent liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces noncurrent liabilities in the statement of net assets.

Debt issued:	
Revenue bonds	(3,000,000)
Repayments of principal on long term debt	2,877,213
Reduction in accrued compensated absences	22,000
Net adjustment	(100,787)

Some expenses reported in the Statement of Activities do not require the use of current financial resources; therefore, the difference between last year's and this year's accrued expenses are not reported in governmental funds as expenditures.

Interest and fiscal charges	18,095
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Change in net assets of governmental activities	(\$104,289)
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The accompanying notes are an integral part of these financial statements.

ST. MARY PARISH COUNCIL

Statement of Net Assets
Proprietary Funds
December 31, 2007

ASSETS	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
Current assets				
Cash and cash equivalents	\$125		\$120	\$245
Investments	782			782
Receivables (net of allowances for uncollectibles)	352,693	\$2,422	7,471	362,586
Advance to other funds	2,294,419	71,562		2,365,981
Total current assets	<u>2,648,019</u>	<u>73,984</u>	<u>7,591</u>	<u>2,729,594</u>
Noncurrent assets				
Restricted cash	791,577			791,577
Restricted investments	836,836			836,836
Total restricted assets	<u>1,628,413</u>	<u>-</u>	<u>-</u>	<u>1,628,413</u>
Bond issuance cost	53,758			53,758
Property, plant, and equipment (net of accumulated depreciation)	12,681,646	96,867	2,432,742	15,211,255
Total noncurrent assets	<u>14,363,817</u>	<u>96,867</u>	<u>2,432,742</u>	<u>16,893,426</u>
Total assets	<u>\$17,011,836</u>	<u>\$170,851</u>	<u>\$2,440,333</u>	<u>\$19,623,020</u>
LIABILITIES AND FUND EQUITY				
Liabilities				
Current liabilities				
Accounts payable and accrued expenses	\$233,257	\$11,470	\$18,568	\$263,295
Contracts payable	4,342			4,342
Bonds payable within one year	265,000			265,000
Advance from other funds			186,406	186,406
Total current liabilities	<u>502,599</u>	<u>11,470</u>	<u>204,974</u>	<u>719,043</u>
Long-term liabilities				
Bonds payable	6,610,000			6,610,000
Landfill closure and post-closure care costs	4,440,000			4,440,000
Total long-term liabilities	<u>11,050,000</u>	<u>-</u>	<u>-</u>	<u>11,050,000</u>
Total liabilities	<u>11,552,599</u>	<u>11,470</u>	<u>204,974</u>	<u>11,769,043</u>
Net assets				
Invested in capital assets, net of related debt	5,856,062	96,867	2,432,743	8,385,672
Reserved for debt service	220,835			220,835
Reserved for post-closure care	(3,908,880)			(3,908,880)
Unrestricted	3,291,220	62,514	(197,384)	3,156,350
Total net assets	<u>5,459,237</u>	<u>159,381</u>	<u>2,235,359</u>	<u>7,853,977</u>
Total liabilities and net assets	<u>\$17,011,836</u>	<u>\$170,851</u>	<u>\$2,440,333</u>	<u>\$19,623,020</u>

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Year Ended December 31, 2007

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
Operating revenues				
Solid waste disposal fees	\$2,896,928			\$2,896,928
Impound fees		\$50,249		50,249
Admission fees			\$11,510	11,510
Campsite fees			98,428	98,428
Special events			58,313	58,313
Other	1,435		40,478	41,913
	<hr/>	<hr/>	<hr/>	<hr/>
Total operating revenues	2,898,363	50,249	208,729	3,157,341
	<hr/>	<hr/>	<hr/>	<hr/>
Operating expenses				
Personal services	856,337	167,802	272,743	1,296,882
Contractual services	199,915		6,437	206,352
Supplies	51,464	8,529	29,088	89,081
Materials	505,829	7,238	6,490	519,557
Utilities	73,801	35,642	84,931	194,374
Repairs and maintenance	154,777	1,082	73,956	229,815
Landfill closure costs	402,000			402,000
Equipment and rentals	566,982	2,158	18,348	587,488
Miscellaneous	59,642	513	7,106	67,261
Depreciation	282,634	20,335	87,227	390,196
Insurance	83,264	3,522	19,682	106,468
	<hr/>	<hr/>	<hr/>	<hr/>
Total operating expenses	3,236,645	246,821	606,008	4,089,474
	<hr/>	<hr/>	<hr/>	<hr/>
Net operating income (loss)	(338,282)	(196,572)	(397,279)	(932,133)
	<hr/>	<hr/>	<hr/>	<hr/>
Non-operating revenues and expenditures				
Investment earnings	117,520	1,403	(2,439)	116,484
Gifts/donations		1,852	50,801	52,653
State grant	40,000			40,000
Insurance proceeds			3,981	3,981
Debt service				
Interest	(344,181)			(344,181)
Fees	(4,223)			(4,223)
	<hr/>	<hr/>	<hr/>	<hr/>
Total non-operating revenues	(190,884)	3,255	52,343	(135,286)
	<hr/>	<hr/>	<hr/>	<hr/>
Income (loss) before contributions and transfers	(529,166)	(193,317)	(344,936)	(1,067,419)
	<hr/>	<hr/>	<hr/>	<hr/>
OTHER FINANCING SOURCES				
Operating transfers in				
General Fund		190,500	250,108	440,608
Sanitation Fund	1,922,913			1,922,913
Total contributions and transfers	1,922,913	190,500	250,108	2,363,521
	<hr/>	<hr/>	<hr/>	<hr/>
Change in net assets	1,393,747	(2,817)	(94,828)	1,296,102
Net assets, beginning of year	4,065,490	162,198	2,330,187	6,557,875
Net assets, end of year	<u>\$5,459,237</u>	<u>\$159,381</u>	<u>\$2,235,359</u>	<u>\$7,853,977</u>

ST. MARY PARISH COUNCIL

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2007

Increase (Decrease) in Cash & Cash Equivalents

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
Cash flows from operating activities:				
Received from charges for services	\$2,897,381	\$49,666	\$210,731	\$3,157,778
Payments to suppliers for goods & services	(1,725,888)	(56,893)	(247,366)	(2,030,147)
Payments to employees for services	(853,340)	(168,043)	(272,471)	(1,293,854)
Net cash flows (deficiency) from operating activities	318,153	(175,270)	(309,106)	(166,223)
Cash flows from noncapital financing activities:				
Contributions		1,852	50,801	52,653
Operating grants received	40,000			40,000
Operating transfers in from other funds	1,922,912	190,500	250,108	2,363,520
Advances to other funds	(681,588)	(2,869)		(684,457)
Advances from other funds			28,016	28,016
Net cash flows from noncapital financing activities	1,281,324	189,483	328,925	1,799,732
Cash flows from capital and related financial activities:				
Fixed asset acquisitions	(423,537)	(15,617)	(21,362)	(460,516)
Insurance proceeds			3,981	3,981
Payments on debt	(600,204)			(600,204)
Net cash flows (deficiency) from capital and related financing activities	(1,023,741)	(15,617)	(17,381)	(1,056,739)
Cash flows from investing activities:				
Investment earnings	117,520	1,403	(2,438)	116,485
Proceeds from sale and maturities of investments	(260,860)			(260,860)
Net cash flows (deficiency) from investing activities	(143,340)	1,403	(2,438)	(144,375)
Net increase (decrease) in cash and cash equivalents	432,396	(1)	0	432,395
Cash and cash equivalents at beginning of year	359,306	1	120	359,427
Cash and cash equivalents at end of year	\$791,702	\$0	\$120	\$791,822
Shown in the accompanying Statement of Net Assets as:				
Cash and cash equivalents	\$125			
Restricted cash	791,577			
Total cash and cash equivalents	\$791,702			

	Business-type Activities Enterprise Funds			Total
	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)	<u>(\$338,282)</u>	<u>(\$196,572)</u>	<u>(\$397,279)</u>	<u>(\$932,133)</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	282,634	20,335	87,227	390,196
Decrease (increase) in accounts receivable	(982)	(583)	2,002	437
Increase (decrease) in accounts payable and accrued expenses	(27,218)	1,550	(1,056)	(26,724)
Landfill closure costs	<u>402,001</u>			<u>402,001</u>
Total adjustments	<u>656,435</u>	<u>21,302</u>	<u>88,173</u>	<u>765,910</u>
Net cash provided by (used for) operating activities	<u>\$318,153</u>	<u>(\$175,270)</u>	<u>(\$309,106)</u>	<u>(\$166,223)</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2007

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Ad Valorem	\$1,750,000	\$1,750,000	\$2,151,627	\$401,627
Other taxes, penalties, & interests, etc.	55,000	55,000	63,945	8,945
Intergovernmental revenues				
Federal grants	34,400	206,784	50,689	(156,095)
State funds				
State grants		264,458	386,776	122,318
State revenue sharing	637,850	647,585	544,370	(103,215)
Severance taxes	750,000	850,336	850,014	(322)
Local grants				
Criminal court fund	16,200	16,200	23,500	7,300
Licenses & Permits	317,150	477,150	670,230	193,080
Fees, Charges, & Commission	380,950	392,950	485,125	92,175
Mosquito Abatement	215,000	250,000	233,208	(16,792)
Investment earnings & interest	172,300	168,550	149,392	(19,158)
Other revenues			2,348	2,348
Total revenues	<u>4,328,850</u>	<u>5,079,013</u>	<u>5,613,724</u>	<u>534,711</u>
EXPENDITURES				
Current:				
General government				
Legislative	408,728	408,511	393,702	14,809
Judicial	798,283	808,476	774,660	33,816
Executive	173,195	173,195	149,675	23,520
Elections	114,548	114,548	97,511	17,037
Finance and administrative	733,543	718,525	668,085	50,440
Courthouse	1,218,697	1,262,859	1,320,924	(58,065)
Other	616,779	736,926	662,006	74,920
Public safety	586,799	682,354	696,418	(14,064)
Culture & Recreation	558,277	572,267	478,245	94,022
Health & Welfare	529,391	560,286	463,515	96,771
Economic development & assistance	222,258	261,258	271,428	(10,170)
Mosquito abatement	300,000	358,000	375,920	(17,920)
Airport operations	287,931	307,931	270,390	37,541
Capital outlay		223,092	223,092	
Total expenditures	<u>6,548,429</u>	<u>7,188,228</u>	<u>6,845,571</u>	<u>342,657</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,219,579)</u>	<u>(2,109,215)</u>	<u>(1,231,847)</u>	<u>877,368</u>
OTHER FINANCING SOURCES				
Operating transfers in				
Road Construction and Maintenance Fund	900,000	900,000	900,000	
Sales Tax Bond Sinking Fund	1,500,000	1,550,000	1,550,000	
Operating transfers out				
Small Animal Control Fund	(261,000)	(205,000)	(190,500)	(14,500)
Jail Operating & Maintenance Fund	(93,295)	(373,890)	(316,650)	(57,240)
Kemper Williams Park Fund	(254,791)	(250,108)	(250,108)	
Total other financing sources (uses)	<u>1,790,914</u>	<u>1,621,002</u>	<u>1,692,742</u>	<u>(71,740)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(428,665)</u>	<u>(488,213)</u>	<u>460,895</u>	<u>805,628</u>
Fund balance at beginning of year	<u>496,900</u>	<u>606,223</u>	<u>606,223</u>	
Fund balance at end of year	<u>\$68,235</u>	<u>\$118,010</u>	<u>\$1,067,118</u>	<u>\$805,628</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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental revenues				
State funds				
State revenue sharing		439,000	439,000	
Royalty road funds	\$4,130,000	4,500,000	4,559,710	59,710
Parish road transportation funds	400,000	430,000	452,477	22,477
Licenses & Permits			6	6
Investment earnings & interest	37,000	5,000	24,027	19,027
Other revenues		50,000	50,000	
Total revenues	<u>4,567,000</u>	<u>5,424,000</u>	<u>5,525,220</u>	<u>101,220</u>
EXPENDITURES				
Current:				
Public works				
Highways/streets and roads	2,998,609	2,776,086	2,524,234	251,852
Road supervisor	60,426	60,426	74,673	(14,247)
Municipal - highways, streets, and roads	50,000	50,000	50,000	
Bridges	376,104	376,104	307,849	68,255
Avoca ferry	206,365	206,365	215,129	(8,764)
Culture & Recreation			296	(296)
Capital outlay		222,523	222,523	
Total expenditures	<u>3,691,504</u>	<u>3,691,504</u>	<u>3,394,704</u>	<u>296,800</u>
Excess of revenues over expenditures	<u>875,496</u>	<u>1,732,496</u>	<u>2,130,516</u>	<u>398,020</u>
OTHER FINANCING SOURCES				
Proceeds from loss/damage of asset			13,854	13,854
Operating transfers out				
General Fund	(900,000)	(900,000)	(900,000)	
Certificates of Indebtedness Sinking Fund	(334,695)	(334,695)	(334,695)	
Total other financing sources (uses)	<u>(1,234,695)</u>	<u>(1,234,695)</u>	<u>(1,220,841)</u>	<u>13,854</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(359,199)	497,801	909,675	411,874
Fund balance at beginning of year	<u>461,587</u>	<u>819,651</u>	<u>819,651</u>	
Fund balance (deficits) at end of year	<u>\$102,388</u>	<u>\$1,317,452</u>	<u>\$1,729,326</u>	<u>\$411,874</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Sanitation Fund
For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$2,225,000	\$2,925,000	\$2,922,095	(\$2,905)
State funds				
Local grants		62,000	63,684	1,684
Fees, Charges, & Commission	1,463,000	1,408,995	1,369,646	(39,349)
Investment earnings & interest	90,000	185,000	240,026	55,026
Total revenues	<u>3,778,000</u>	<u>4,580,995</u>	<u>4,595,451</u>	<u>14,456</u>
EXPENDITURES				
Current:				
General government		36,040	36,040	
Public safety	194,175	194,175	159,676	34,499
Sanitation	1,851,020	1,936,269	1,944,887	(8,618)
Capital outlay		103,975	103,975	
Total expenditures	<u>2,045,195</u>	<u>2,270,459</u>	<u>2,244,578</u>	<u>25,881</u>
Excess of revenues over expenditures	<u>1,732,805</u>	<u>2,310,536</u>	<u>2,350,873</u>	<u>40,337</u>
OTHER FINANCING SOURCES				
Operating transfers in				
3/4% Sales Tax Bond Reserve Fund	20,000	20,000	20,000	
Operating transfers out				
3/4% Sales Tax Bond Sinking Fund	(315,854)	(315,854)	(315,854)	
Reduction and Transfer Fund	(1,963,347)	(2,413,559)	(2,413,559)	
Total other financing sources (uses)	<u>(2,259,201)</u>	<u>(2,709,413)</u>	<u>(2,709,413)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(526,396)	(398,877)	(358,540)	40,337
Fund balance at beginning of year	<u>3,910,465</u>	<u>4,037,205</u>	<u>4,995,205</u>	
Fund balance at end of year	<u>\$3,384,069</u>	<u>\$3,638,328</u>	<u>\$4,636,665</u>	<u>\$40,337</u>

ST. MARY PARISH COUNCIL

STATEMENT OF FIDUCIARY NET ASSETS

December 31, 2007

	Component Unit
	Agency
	<u>Funds</u>
Assets	
Cash	\$3,487,656
Investments	2,877,290
Receivables	4,106,982
Investments - restricted	206,589
	<hr/>
	\$10,678,517
	<hr/>
Liabilities	
Accounts payable and accrued liabilities	\$249
Amounts due to taxing units:	
Due to St. Mary Parish Council	1,157,587
Due to component units	135,208
Due to other governments	5,784,660
Retained taxes collected	211,287
Unsettled deposits	656,706
Due to litigants	2,631,679
Due to special assessment note holders	101,141
	<hr/>
	\$10,678,517
	<hr/>

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

ST. MARY PARISH COUNCIL

Notes to the Financial Statements
December 31, 2007

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.

The Council implemented GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions and GASB Statement No. 34, Basic Financial Statements -- and Management's Discussion and Analysis -- for State and Local Governments during the year ended December 31, 2003. Significant changes required by these Statements include a Management's Discussion and Analysis (MD & A) section providing an analysis of the Council's overall financial position and results of operations, the preparation of the financial statements using full accrual accounting for all of the Council's activities (Government-wide Financial Statements), a change in the method for reporting nonexchange transactions and the reporting of infrastructure assets. The major change under full accrual accounting includes reporting fixed assets (net of accumulated depreciation) and long-term liabilities in the Government-wide Financial Statements. The Council implemented the provisions of these Statements in 2003 except for the reporting of infrastructure acquired prior to implementation. This year the Council retroactively reported infrastructure assets (acquired prior to January 1, 2003). See Notes 3 and 12 for further information.

The Council and its components have not presented an MD & A that GASB has determined is necessary to supplement, although not required to be part of the basic financial statements of the Council's reporting entity financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The following is a summary of the significant accounting policies used in preparing the financial statements:

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.

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

<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	2, 3
*No. 2	Bayou Vista	September 30	2,3
No. 4	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	2,3
No.5	Four Corners/Glencoe	September 30	2, 3
St. Mary Parish Library	St. Mary Parish except Morgan City	December 31	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

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>
Fairview Treatment Center	Bayou Vista (serves clients state-wide)	June 30	1, 3
Claire House	Bayou Vista (serves clients state-wide)	June 30	1, 3
Waterworks District:			
No. 5	West of Patterson to Calumet, Verdunville, & Centerville	May 31	2, 3
No. 6	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	2, 3
Sewerage District:			
No. 5	Verdunville/Centerville	September 30	2, 3
*No. 7	Chatsworth, St. Joseph, Irish Bend, Yokely	September 30	1, 2, 3
No. 8	Cotton Road to Wax Lake Outlet	September 30	2, 3
No. 9	Charenton	September 30	1, 2, 3
No. 11	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.	St. Mary Parish	December 31	1, 3, 4

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>
Recreation District:			
*No. 1	Amelia	September 30	2, 3
No. 2	Siracusa	September 30	1, 2, 3, 4
No. 3	Bayou Vista	September 30	2, 3
No. 4	Patterson	September 30	2, 3
*No. 5	Four Corners, Sorrell Glencoe	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. 11	Four Corners, Glencoe, Sorrell	September 30	2, 3
No. 12	Charenton	September 30	2, 3
*Mosquito Control District No. 1	Cypremort Point	December 31	1, 2, 3
Communications District (911)	St. Mary Parish	December 31	2, 3, 4
St. Mary Parish Assessor	St. Mary Parish	December 31	4
St. Mary Parish Clerk of Court	St. Mary Parish	June 30	1, 4
*Industrial Development Board of the Parish of St. Mary, Louisiana, Inc.	St. Mary Parish	December 31	2, 3, 4

During July of 2007, the Council merged the operations of three previously separate component units (Waterworks District No. 6, Sewerage District No 7, and Sewerage District No. 10) into the newly created Water & Sewer Commission No. 4 (Commission). After the merger date, the Commission substantially controls all the assets and liabilities and revenues and expenses of all these entities. For financial reporting purposes, all activities of the three merged districts and the surviving Commission are reported by the Commission as if the combination occurred at the beginning of the period.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The Council's financial statements are maintained on the calendar year basis. Many of the component units maintain their financial statements on other fiscal years as shown earlier. The information represented in these financial statements for the Council is as of December 31, 2007 and the year then ended. The financial information for the component units is as of and for their year ended within 2007. Because of the different year ends, certain amounts shown as payable between the Council and component units may differ.

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
ASSETS									
Current assets									
Cash and cash equivalents	\$959,263	\$217,954	\$400,305	\$72,514	\$293,615	\$2,984,941	\$2,209,734	\$2,944,364	\$10,082,690
Investments	128,046	1,186,860		438,674	265,250				2,018,830
Receivables (net of allowances for uncollectibles)	84,242	166,312	212,773	117,649			3,083,662	21,352	3,664,638
Other Receivables	1,349			1,551			298,321		322,573
Due from St. Mary Parish Council		142,186					1,548,830	2,128,017	142,186
Due from other governments	\$48,215	193,726	3,814	34,748		48,042	199,237	37,190	4,228,876
Prepaid expenses	19,658	17,167					448,180	44	549,768
Inventories	36,908	45,629							530,761
Total current assets	<u>1,777,681</u>	<u>1,952,667</u>	<u>634,059</u>	<u>665,136</u>	<u>538,865</u>	<u>3,032,983</u>	<u>7,787,964</u>	<u>5,130,967</u>	<u>21,540,322</u>
Noncurrent Assets									
Restricted Assets:									
Cash	61,690	36,067	505,040	117,289					720,086
Investments		245,421		302,982					548,403
Other		19,433	5,227	29,547		126,110	190,762		190,762
Unamortized debt issuance costs, net		412,418					46,155		226,472
Invest in Berwick Bayou Vista Commission									412,418
Capital Assets									
Land and Improvements	205,726	51,709	6,926	16,500	8,600	2,315,352	463,881	119,643	3,186,337
Buildings, net of accumulated depreciation	2,261,671	6,350		133,356	94,514		16,540,279	1,272,831	20,309,001
Improvements, other than buildings, net of accumulated depreciation	4,168,429	3,110,703	9,627,430	4,845,791			715,484		22,467,837
Equipment and furniture, net of accumulated depreciation	41,938	30,028	4,427,690	53,556	182,339	361,310	3,791,423	86,260	8,974,564
Infrastructure					5,093,977	5,317,473			10,411,450
Construction in progress		822,758	400,291			727,622	238,032	287,094	2,475,797
Total noncurrent assets	<u>6,739,474</u>	<u>4,734,887</u>	<u>14,972,604</u>	<u>5,499,021</u>	<u>5,379,430</u>	<u>8,847,867</u>	<u>21,986,016</u>	<u>1,765,828</u>	<u>69,925,127</u>
Total assets	<u>\$8,517,155</u>	<u>\$6,687,554</u>	<u>\$15,606,663</u>	<u>\$6,164,157</u>	<u>\$5,938,295</u>	<u>\$11,880,850</u>	<u>\$29,773,980</u>	<u>\$6,896,795</u>	<u>\$91,465,449</u>

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
LIABILITIES AND NET ASSETS									
Liabilities									
Current liabilities									
Accounts payable	\$19,632	\$23,419	\$198,788	\$589	\$38,909	\$21,638	\$2,291,609	\$7,051	\$2,601,635
Contracts payable		30,945		6,401		95		20,686	84,995
Retainage payable	54,050		19,486						618,682
Accrued liabilities	9,850	5,284	12,441	21,155		22,282			61,162
Accrued interest payable			2,000						575,118
Deferred revenue		71,385							106,602
Due to St. Mary Parish Council	35,217	17,462							17,462
Due to component units		23,234	36,201						115,735
Due to other governments		167,623	99,868	90,337					419,518
Payable from restricted assets	61,690	55,000	194,318	175,745					1,005,951
Current portion of long-term debt		394,352	563,102	294,227		375,000	205,888		1,005,951
Total current liabilities	180,439				38,909	419,015	3,059,661	657,155	5,606,860
Noncurrent liabilities									
Compensated absences			64,707						64,707
Noncurrent portion of long-term debt		1,135,000	4,212,922	1,926,940		5,715,000	11,987,932		24,977,794
Total noncurrent liabilities		1,135,000	4,277,629	1,926,940		5,715,000	11,987,932		25,042,501
Total liabilities	180,439	1,529,352	4,840,731	2,221,167	38,909	6,134,015	15,047,593	657,155	30,649,361
Net Assets									
Invested in capital assets, net of related debt	6,677,784	2,845,697	10,388,045	2,925,363	5,379,430	2,631,757	9,435,255	1,765,828	42,049,159
Restricted for:									
Capital projects				329,933					2,967,949
Debt service		98,015	28,262			2,638,016			401,306
Other purposes	10,000		30,257		18,363	275,029			58,620
Unrestricted	1,648,932	2,214,490	319,368	687,694	501,593	202,033	5,291,132	4,473,812	15,339,054
Total net assets	8,336,716	5,158,202	10,765,932	3,942,990	5,899,386	5,746,835	14,726,387	6,239,640	60,816,088
Total liabilities and net assets	\$8,517,155	\$6,687,554	\$15,606,663	\$6,164,157	\$5,938,295	\$11,880,850	\$29,773,980	\$6,896,795	\$91,465,449

The following are condensed statements of activities for the Council's nine major components for 2007:

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	ST. MARY PARISH LIBRARY	TOTAL MAJOR COMPONENT UNITS
EXPENSES									
Water & sewer	\$1,189,825	\$1,057,764	\$2,265,300	\$1,060,169	\$1,267,850	\$1,214,279	\$16,868,622	\$1,529,125	\$5,573,058
Drainage									2,482,129
Medical care		65,546	174,956	87,817					16,868,622
Library	1,189,825	1,123,310	2,440,256	1,147,986	1,267,850	1,214,279	16,868,622	1,529,125	328,319
Total program expenses									26,781,253
Program revenues									
Charges for services									
Water & sewer	810,691	863,031	1,370,662	687,728			15,712,037		3,732,112
Medical care								1,971	15,712,037
Library	810,691	863,031	1,370,662	687,728			15,712,037	1,971	1,971
Total charges for services									19,246,120
Operating grants and contributions			9,600						9,600
Water & sewer					6,590				6,590
Drainage								41,207	41,207
Library									
Total operating grants and contributions			9,600		6,590			41,207	57,397
Net program expenses (revenues)	379,134	260,279	1,059,994	460,238	1,261,260	1,214,279	1,156,585	1,485,947	7,277,736
General revenues									
Taxes:									
Ad valorem taxes levied for general purposes	572,724	352,952	389,022	243,961	874,636	501,168	2,052,991	1,730,117	6,717,571
Ad valorem taxes levied for debt service		180,544		266,704		594,137			397,248
State shared revenue				8,121	53,280			53,851	115,252
Investment earnings & interest	27,195	67,968	11,677	44,554	14,270	75,631	148,299	192,274	581,668
Transfers:									
Opening			(1,234)						(1,234)
Federal Grants		1,097							1,097
Payment from St. Mary Parish Council	318,822	493,139	178,736			1,291			1,015,321
Payment from Local Government									3,333
Miscellaneous			2,598	4,000	948,852	1,172,027	2,201,290	81,250	87,848
Total general revenues and transfers	918,741	1,045,700	580,799	567,340	948,852	1,172,027	2,201,290	2,057,492	9,512,241
Special item									
Transfer from St. Mary Parish Council							2,604,198		2,604,198
Total special item							2,604,198		2,604,198
Change in net assets	\$59,607	785,421	(479,195)	107,082	(312,408)	(48,252)	3,648,903	571,545	4,838,703
Net assets - beginning of year	7,794,158	4,372,781	11,270,855	3,835,908	6,211,794	5,789,087	11,077,484	5,625,022	55,977,089
Prior period adjustment	(17,049)		(25,728)					43,073	(42,777)
Net assets - beginning of year (as adjusted)	7,777,109	4,372,781	11,245,127	3,835,908	6,211,794	5,789,087	11,077,484	5,668,095	50,309,290
Net assets - end of year	8,336,716	\$5,158,202	10,765,932	\$3,942,990	\$5,899,386	\$5,746,835	\$14,726,387	6,239,640	\$60,816,088

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basic Financial Statements - Government-wide Financial Statements

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

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

C. Basic Financial Statements - Fund Financial Statements

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

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

GOVERNMENTAL FUNDS

General Fund

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

Special Revenue Funds

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

ROAD CONSTRUCTION AND MAINTENANCE FUND

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

SANITATION FUND

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

Debt Service Funds

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

Capital Projects Funds

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

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

CAPITAL IMPROVEMENT FUND

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

COMBINED SEWER CONSTRUCTION FUND

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

PROPRIETARY FUND

Enterprise Funds

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

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

REDUCTION AND TRANSFER FUND

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

KEMPER WILLIAMS PARK FUND

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

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

SMALL ANIMAL CONTROL FUND

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

Fiduciary Fund

Agency Funds

Three of the Council's component units utilize agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Sales and Use Tax Dept. accounts for the collection and disbursement of assets held as an agent for other governmental units. The Clerk of Court utilizes agency funds to account for assets received or ordered by the courts to be held for others. Sewer District No. 7 utilizes an agency fund to account for special assessments received and receivable, held for the payment of Special Assessment debt.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of Accounting

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

Government-wide Statements and Proprietary Fund Financial Statements

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

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

Fund Financial Statements

Governmental fund financial statements are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities 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 current assets.

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 collectible within the current period or soon enough thereafter to pay current liabilities (the Council uses a sixty day period after year end).

E. Revenues

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Investment earnings are generally recorded when earned.

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

The Council and component units report deferred revenue in their financial statements. Deferred revenues arise when a potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

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

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

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Budgets

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

1. Ninety days prior to the beginning of each fiscal year, the Parish President presents to the Council the annual operating budget which was prepared by the Director of Finance under the direction of the Chief Administrative Officer.
2. The Council then orders a public hearing, notice of which, along with a summary of the budget, will be published ten days prior to the date of the hearing in the official journal of the Council.
3. No later than the second to last regular meeting of the fiscal year, the Council enacts an ordinance to adopt the annual operating budget for the ensuing fiscal year. The Council may adjust the budget as proposed by the Parish President or amend it, as they see fit, by a vote of the majority of the Council.
4. The Parish President may accept or veto the entire budget as approved by the Council or he may line item veto certain appropriations.
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 major Special Revenue Funds have adopted budgets, Local Law Enforcement Block Grant #2 Fund, a nonmajor special revenue fund, has not adopted an annual budget.
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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Cash and Cash Equivalents

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

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

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

I. Investments

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

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

J. Receivables

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

K. Inventories

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

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

L. Prepaid Expenses

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

M. Restricted Assets

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

In the Reduction and Transfer Enterprise Fund certain assets are set aside for certain uses. These amounts are reported as either cash or investments and are reported as restricted assets. The following is a summary at December 31, 2007:

Reserved for debt service	\$ 971,300
Reserved for landfill closure costs and post-closure care costs	531,120
Reserved for depreciation and contingencies	<u>125,993</u>
	<u>\$1,628,413</u>

N. Fixed Assets

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

No construction period interest was capitalized by this Council on fixed assets constructed during the year because the amount was insignificant. Hospital Service District No. 1 incurred approximately \$517,000 of interest during the year of which approximately \$512,000 was capitalized for construction of fixed assets.

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	10-50
Equipment and furniture	3-40
Improvements	5-50
Water plants and distribution system	5-50
Sewerage plants and distribution system	10-50
Drainage Systems and improvements	10-25
Infrastructure	10-50

Fund Financial Statements

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

O. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the fund 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 assets. Significant bond premiums and discounts, as well as significant issuance costs, 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. Significant bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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.

P. Compensated Absences

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

Upon termination an employee of the Council is compensated for accumulated vacation time; but, employees are not compensated for sick time unless termination is due to 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. The portion of this accumulated sick pay estimated to be paid to employees of the Council retiring within the next year is recorded as a liability within the fund to which the particular employees' salary is allocated. The liability for the portion of this accumulated sick pay, totals approximately \$144,000.

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

Accrued vacation time-

Major funds

General Fund	\$54,000
Road Construction and Maintenance Fund	29,000
Reduction and Transfer Fund	15,000
Kemper Williams Park Fund	5,000

Non-major governmental funds

Small Animal Control Fund	5,000
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Liabilities for compensated absences by component units are approximately as follows:

Sewerage District No. 5	\$4,000
Fairview Treatment Center	25,000
Claire House	9,000
Clerk of Court	13,000
Waterworks District No. 6	<u>65,000</u>
	<u>\$116,000</u>

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

Q. Equity Classifications

Government-wide Statements and Proprietary Fund Statements

Equity is classified as net assets and displayed in three components:

- a) Invested in capital assets, net of related debt - 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 assets - Consists of net assets 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- c) Unrestricted net assets - All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”

Fund Financial Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Reserves represent those portions of fund equity not appropriate for expenditure or legally segregated for a specific future use.

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 have been eliminated.

S. Net Patient Service Revenue

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

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

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

T. Reclassification

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

U. Accounting Estimates

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

NOTE 2 - SPECIAL ITEMS

Significant transactions, within the control of management, that are either unusual in nature or infrequent in occurrence are special items. The Council and component unit had the following special item during 2007:

Under a cooperative endeavor agreement with the State of Louisiana (See Note 17) the Council received and expended \$4,739,942 (\$1,644,219 for 2007 and \$3,095,723 for 2006) to assist with the construction of a new hospital facility to be operated by Hospital Services District No. 1. Because the Hospital District reports its financial activities on a September 30 year end, it only reported receiving \$4,707,745 (\$2,604,198 in 2007 and \$2,103,547 in 2006) in those financial statements.

NOTE 3 - PRIOR PERIOD ADJUSTMENTS

Primary Government

The Council elected to utilize the infrastructure transition option in the implementation of GASB Statement No. 34 and in 2007 has capitalized its remaining major infrastructure not previously capitalized: roads, bridges, levees and boat launches. In the absence of actual cost information, the Council estimated the historical cost of these infrastructures assets.

As a result of implementing the infrastructure transition provision of GASB 34, infrastructure, net of accumulated depreciation and net assets as of January 1, 2007 are increased by \$80,107,659 each.

The Housing Program (a nonmajor special revenue fund) improperly recognized certain grant funds received from HUD as revenue in a prior year that subsequently had to be refunded to the grantor. This error was discovered and corrected in the current year by reducing beginning assets and net assets by \$11,805.

Component Units

Water and Sewer Commission No. 1 improperly accrued a Council reimbursement for a project in a prior year. This error was discovered and corrected in the current year by reducing beginning net assets by \$17,049.

Water and Sewer Commission No. 4 (the successor to Sewerage District No. 7) improperly accrued payments owed to the St. Mary Parish government in a prior year in the amount of \$24,608. Water and Sewer Commission No. 4 also under recorded depreciation expense in a prior year by \$1,120. These errors were corrected by reducing beginning net assets by \$25,728.

The St. Mary Parish Library over reported ad valorem tax and investment revenue in the prior year by \$162,506. However the Library also failed to report \$205,579 in capital asset owned. These errors were corrected by increasing beginning net assets by \$43,073.

The St. Mary Parish Tourist Commission improperly recognized hotel/motel tax revenues which resulted in the overstatement of net assets in a prior year. This error was corrected by reducing beginning net assets by \$225,000.

NOTE 4 - FUND DEFICITS

The following individual funds of the Council had deficit fund balances at December 31, 2007:

<u>Deficit Fund</u>	<u>Amount</u>
Nonmajor Funds:	
Jail Operating & Maint. Fund	\$(177,906)
Local Law Enforcement Block Grant #2	(4,012)
Juvenile Incentive Block Grant	(741)

The deficit in the Jail Operating & Maintenance Fund will be funded by increased sales tax revenues and transfers from the General Fund. The deficit in the Juvenile Incentive Block Grant will be funded by future revenue sources or transfers from the General Fund. The deficit in the Local Law Enforcement Block Grant #2 will be funded by a transfer from the General Fund.

NOTE 5 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED

Actual expenditures exceeded appropriated expenditures by significant amounts in the following fund of the primary government for 2007:

<u>Fund</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
Special Revenue Funds:			
Jail & Operating & Maintenance Fund	\$1,212,084	\$1,125,643	\$86,441

Actual expenditures exceeded appropriated expenditures by significant amounts in the following component unit for 2007:

<u>Component Unit</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
Sewerage District No. 5	\$361,740	\$257,041	\$104,699

NOTE 6 - TAXES

Sales Taxes

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

NOTE 6 - TAXES (continued)

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.

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

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

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

Chain Store Tax

Proceeds from a chain store tax received by the Council are deposited in the General Fund and are used for general operations of the Council.

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 and component units in December, January and February.

NOTE 6 - TAXES (continued)

Hotel-Motel Tax

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

Communications Taxes

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

NOTE 7 - CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Council and component units do 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 and component units do not have a formal investment policy related to credit risk (including concentrations of credit). However the Council and component units do follow state law as to limitations on types of deposits and investments as described below.

The Council and component units do not invest in any investments subject to foreign currency risk.

Cash and cash equivalents

Under state law the Council and component units 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 2007 the carrying amount of the Council's cash was \$2,413,195 and the bank balance was \$3,195,930. A portion of these balances was covered by federal depository insurance, the uninsured portion of \$2,869,228 was collateralized with securities held by the financial institutions but not in the Council's name.

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

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

	<u>MAJOR COMPONENT UNITS</u>			
	<u>Water & Sewer Commission #1</u>	<u>Water & Sewer Commission #2</u>	<u>Water & Sewer Commission #4</u>	<u>Waterworks District #5</u>
Cash and cash equivalents-stated value	\$ 1,020,953	\$ 254,021	\$ 905,345	\$ 189,803
Cash and cash equivalents-bank balance	1,027,902	262,248	932,063	277,158
Portion insured by federal deposit insurance	100,572	200,000	455,674	200,000
Collateralized by securities in the District's name held by the District or third parties				
Collateralized by securities held by the financial institutions but not in the District's name	<u>927,330</u>	<u>62,248</u>	<u>476,389</u>	<u>77,158</u>
Amount unsecured	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	<u>Consolidated Gravity Drainage District #1</u>	<u>Consolidated Gravity Drainage District #2</u>	<u>Hospital Service District #1</u>	<u>St. Mary Parish Library</u>
	Cash and cash equivalents-stated value	\$ 293,615	\$ 2,984,941	\$ 2,209,734
Cash and cash equivalents-bank balance	323,857	2,996,876	2,652,609	3,183,097
Portion insured by federal deposit insurance	288,535	200,000	101,550	300,000
Collateralized by securities in the District's name held by the District or third parties		2,796,876	2,551,059	
Collateralized by securities held by the financial institutions but not in the District's name	<u>35,322</u>	<u>-</u>	<u>-</u>	<u>2,883,097</u>
Amount unsecured	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	<u>Nonmajor Components</u>	<u>Total Component Units</u>
Cash and cash equivalents-stated value	\$ 6,173,925	\$ 16,976,701
Cash and cash equivalents-bank balance	6,588,739	18,244,549
Portion insured by federal deposit insurance	3,052,287	4,898,618
Collateralized by securities in the District's name held by the District or third parties	588,934	5,936,869
Collateralized by securities held by the financial institutions but not in the District's name	<u>2,947,518</u>	<u>7,409,062</u>
Amount unsecured	<u>-</u>	<u>-</u>

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

Cash	\$ 15,779,089
Restricted Asset & Cash	<u>1,197,612</u>
	<u>\$ 16,976,701</u>

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

	COMPONENT UNITS - AGENCY FUNDS			
	St. Mary Parish Sales & Use Tax	St. Mary Parish Clerk of Court	Sewer Dist. No. 7 of the Parish of St. Mary	Total Component Units-Agency Funds
Cash and cash equivalents-stated value	\$ 535,764	\$ 2,925,174	\$ 26,718	\$ 3,487,656
Cash and cash equivalents-bank balance	581,778	3,228,255	26,718	3,836,751
Portion insured by federal deposit insurance	100,000	212,506	26,718	339,224
Collateralized by securities in the District's name held by the District or third parties				
Collateralized by securities held by the financial institutions but not in the District's name	481,778	3,015,749	-	3,497,527
<i>Amount unsecured</i>	-	-	-	-

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

Investments

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

The following is a summary of investments held by the Council at December 31, 2007.

	<u>Amount</u>	Percentage of Total <u>Investments</u>
U.S. Government Securities	\$11,079,435	85%
LAMP (rated AAAM by Standard & Pours)	<u>1,817,095</u>	<u>15%</u>
	<u>\$12,896,530</u>	<u>100%</u>

As of December 31, 2007, 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>More than 10</u>
U.S. Agencies	<u>\$11,079,435</u>	<u>\$8,471,972</u>	<u>\$1,231,725</u>	<u>\$1,275,707</u>	<u>\$100,031</u>

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

Component Units Investments

	Amount	Percentage of Total Investments	Investment Maturities (in years)			
			≤5	1-5	6-10	10+
<u>LAMP (rated AAAM by Standard & Poors)</u>						
Water & Sewer Commission #1	\$ 128,046		\$ 121,720			
Water & Sewer Commission #2	597,476		597,476			
Nonmajor Components	<u>5,910,489</u>		5,910,489			
Total LAMP	\$ <u>6,636,011</u>	63%				
<u>Certificates of Deposit</u>						
Water & Sewer Commission #2	\$ 597,796			597,796		
Nonmajor Components	<u>534,633</u>		534,633			
Total Certificates of Deposit	\$ <u>1,132,429</u>	11%				
<u>U. S. Government Agencies</u>						
Recreation District #3	\$ 63,441		13,986	49,455		
Water & Sewer Commission #2	237,009			237,009		
Hospital Service District #2	<u>2,440,737</u>					\$ 2,440,737
Total U. S. Agencies	\$ <u>2,741,187</u>	26%				
Total Investments	\$ <u>10,509,627</u>	<u>100%</u>				

Component unit investments are presented on the statement of net assets as follows:

\$ 7,178,304 \$ 884,260 \$ - \$ 2,440,737

<u>Account</u>	<u>Amount</u>
Investments	\$ 9,007,357
Restricted assets: Investments	<u>1,502,270</u>
	\$ <u>10,509,627</u>

Component Units - Agency Funds

<u>LAMP (rated AAAM by Standard & Poors)</u>		
St. Mary Parish Sales & Use Tax Dept	\$ 2,824,860	
St. Mary Parish Clerk of Court	<u>259,019</u>	
Total LAMP	\$ <u>3,083,879</u>	<u>100%</u>

Component Unit - Agency Fund investments are presented on the Statement of Fiduciary net assets as follows:

Investments	\$ 2,877,290
investments-restricted	<u>206,589</u>
	\$ <u>3,083,879</u>

Note 8 - RECEIVABLES

Receivables at December 31, 2007, are as follows for the primary government:

Governmental Funds					
Major					
	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Total Nonmajor Governmental Funds	Total Governmental Receivables
Assessments:					
Current				\$33,239	\$33,239
Delinquent				111,074	111,074
Deferred				35,426	35,426
Accounts	\$161,386	\$53,230	\$63,684	94,946	373,246
Total	\$161,386	\$53,230	\$63,684	\$274,685	\$552,985

Nonmajor Governmental Funds									
	Paving Series N Fund	Paving Series O Fund	1995 Paving Jupiter Green Acres # 2	2003 Paving Delmar Pluto	16th JDC St. Mary Parish Drug Court	Wards 1,2,3,4 7 & 10 Sales Tax Fund	Job Readiness Fund	Local Law Enforcement Block Grant Fund #2	Total Nonmajor Governmental Funds
Assessments:									
Current	\$14,734	\$11,477		\$7,028					\$33,239
Delinquent	47,905	47,161	\$8,281	7,727					111,074
Deferred		10,678		24,747					35,425
Accounts	-				\$10,396	\$66,695	\$14,507	\$3,348	94,946
Total	\$62,639	\$69,316	\$8,281	\$39,502	\$10,396	\$66,695	\$14,507	\$3,348	\$274,684

Enterprise Funds				
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total Enterprise Funds Receivables
Accounts	\$352,693	\$2,421	\$7,471	\$362,585

Major Components	Accounts Receivable	Other Receivables	Total
Water & Sewer Commission #1	\$84,242	\$1,349	\$85,591
Water & Sewer Commission # 2	166,312		166,312
Waterworks District # 5	117,649	1,551	119,200
Water & Sewer District # 4	96,082		96,082
Hospital Service District # 1	3,083,662	298,321	3,381,983
Library		21,352	21,352
Total major components	3,547,947	322,573	3,870,520
Nonmajor Components	427,994	252,354	680,348
Total Components	\$3,975,941	\$574,927	\$4,550,868

All receivables are net of allowances for uncollectible accounts which are immaterial, except for the 16th JDC St. Mary Parish Drug Court, Hospital District No.1, and Fairview Treatment Center where the allowances for uncollectible accounts are \$96,000, \$1,155,439, and \$88,968 respectively.

The deferred portion of special assessments receivables represents the portion of payments that will be due from property owners in future years. An amount equal to this is recorded as deferred revenue in the liability section on the debt service funds' balance sheets. Delinquent special assessments represents payments due from property owners that have not been paid.

NOTE 9 - ADVANCES TO/FROM OTHER FUNDS - PRIMARY GOVERNMENT ONLY

Advances to/from other funds as of December 31, 2007 consisted of the following:

<u>Funds Advance due to</u>	<u>Funds Advance due from</u>						<u>Total</u>
	<u>General Fund</u>	<u>Road Const.& Maint. Fund</u>	<u>Capital Improvement Fund</u>	<u>Combined Sewer Const. Fund</u>	<u>Kemper Williams Park</u>	<u>Non Major Governmental Funds</u>	
Sanitation				\$2,129,630			\$2,129,630
Reduction & Transfer	\$1,280,798	\$1,284,769					2,565,567
Small Animal Control					\$46,092		46,092
Non Major Governmental			\$1,933,814	496,423	126,385	\$298,076	2,854,698
Total	<u>\$1,280,798</u>	<u>\$1,284,769</u>	<u>\$1,933,814</u>	<u>\$2,626,053</u>	<u>\$172,477</u>	<u>\$298,076</u>	<u>\$7,595,987</u>

The balance of \$126,385 advanced to Kemper Williams Park from Sales Tax Bond & Interest Sinking Fund (a nonmajor fund), \$958,000 of the balance advanced to Combined Sewer Construction Fund from Sanitation, and \$141,891 of the balance advanced to Combined Sewer Construction Fund from the nonmajor funds, are not scheduled to be repaid in the upcoming year. A reservation of fund balance for non-current receivables has been shown on the balance sheets of the funds to which payments are due.

Advances between funds arise in one of 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 current year.

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

NOTE 10 - INTERFUND TRANSFERS - PRIMARY GOVERNMENT ONLY

Interfund transfers in for the year ended December 31, 2007, consisted of the following:

TRANSFER TO	TRANSFER FROM		
Major Governmental Funds:			
General Fund	Road Construction and Maintenance Fund	\$ 900,000	
	Sales Tax Bond Sinking Fund	<u>1,550,000</u>	
Total General Fund			\$ 2,450,000
Capital Improvement Fund	Community Grant Fund		23,000
Sanitation Fund	3/4% Sales Tax Bond Reserve Fund		<u>20,000</u>
Total Transfers In - Major Governmental Funds			<u>2,493,000</u>
Non Major Governmental Funds:			
Jail Operating & Maintenance Fund	General Fund		316,650
3/4% Sales Tax Bond Sinking Fund	Sanitation Fund		806,500
Certificates of Indebtedness Sinking Fund	Community Grant Fund	210,684	
	Road Construction & Maintenance Fund	334,695	
	Gaming Receipt	<u>370,000</u>	
Total Certificates of Indebtedness Sinking Fund			915,379
Joe C Russo Boat Landing Fund	Boat Landing Permit Fund		9,517
Jail Sinking Fund	Jail Operating & Maintenance Fund		512,448
Jail Reserve Fund	Jail Operating & Maintenance Fund		25,622
Spine Road Construction Fund for 1997	Community Grant Fund		19,456
Total Transfers In - Non Major Governmental Funds			<u>2,605,572</u>
Total Transfers In - Governmental Funds			<u>\$ 5,098,572</u>
Business-type Activities:			
Reduction and Transfer Fund	Sanitation Fund	\$ 1,922,913	
Small Animal Control Fund	General Fund	190,500	
Kemper Williams Park Fund	General Fund	<u>250,108</u>	
Total Transfers In - Business-type Activities			<u>2,363,521</u>
Total Transfers In			<u>\$ 7,462,093</u>

NOTE 10 - INTERFUND TRANSFERS - PRIMARY GOVERNMENT ONLY (continued)

Interfund transfers out for the year ended December 31, 2007, consisted of the following:

TRANSFER FROM	TRANSFER TO		
Major Governmental Funds:			
General Fund	Small Animal Control Fund	\$ 190,500	
	Jail Operating & Maintenance Fund	316,650	
	Kemper Williams Park Fund	<u>250,108</u>	
Total General Fund			\$ 757,258
Road Construction and Maintenance Fund	General Fund	900,000	
	Certificates of Indebtedness Sinking Fund	<u>334,695</u>	
Total Road Construction and Maintenance Fund			1,234,695
Sanitation Fund	Reduction & Transfer Fund	1,922,913	
	3/4% Sales Tax Bond Sinking Fund	<u>806,500</u>	
Total Sanitation Fund			<u>2,729,413</u>
Total Transfers Out - Major Governmental Funds			<u>4,721,366</u>
Non Major Governmental Funds:			
Community Grant Fund	Spine Road Construction	19,456	
	Certificates of Indebtedness Sinking Fund	210,684	
	Capital Improvement Fund	<u>23,000</u>	
Total Community Grant Fund			253,140
Jail Operating & Maintenance Fund	Jail Sinking Fund	512,448	
	Jail Reserve Fund	<u>25,622</u>	
Total Jail Operating & Maintenance Fund			538,070
Boat Landing Permit Fund	Joe C Russo Boat Landing Fund		9,517
3/4% Sales Tax Bond Reserve Fund	Sanitation		20,000
Sales Tax Bond Sinking Fund	General Fund		1,550,000
Gaming Receipt Fund	Certificates of Indebtedness Sinking Fund		<u>370,000</u>
Total Transfers Out - Non Major Governmental Funds			<u>2,740,727</u>
Total Transfers Out - Governmental Funds			<u>\$ 7,462,093</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.

NOTE 11 - DUE TO/FROM COMPONENT UNITS

Due to the Council from the component units at December 31, 2007 consists of the following:

<u>Payable to</u>	<u>Due From</u>	<u>Amount</u>
Major Funds:		
General Fund	Atchafalaya Golf Course Commission	\$ 445,893
		<u>445,893</u>
Sanitation Fund	St. Mary Parish Water & Sewer Comm. No. 5	21,930
	St. Mary Parish Water & Sewer Comm. No.1	30,183
	Waterworks District No. 5	26,303
	St. Mary Parish Water & Sewer Comm. No. 2	57,813
	St. Mary Parish Water & Sewer Comm. No. 4	28,410
	Sewer District No. 5	124,370
		<u>289,009</u>
Capital Improvements	Hospital Service District No.1	1,532
		<u>1,532</u>
Combined Sewer Construction Fund	St. Mary Parish Water & Sewer Comm. No. 2	1,486
	St. Mary Parish Water & Sewer Comm. No. 5	216,891
	Sewer District No. 7	162,247
		<u>380,624</u>
Total due from component units		<u>\$ 1,117,058</u>

NOTE 11 - DUE TO AND FROM (continued)

Due to Other Component Units

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
Wards 5 & 8 Joint Sewer Commission	Water & Sewer Commission #2	17,462
Sewerage District #8	Joint Sewerage Commission Wards 5 & 8	4,518
Water and Sewerage Commission #2	Joint Sewerage Commission Wards 5 & 8	19,487
		\$41,467
		\$41,467

Due from Other Component Units

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
Sewerage District District #5	Waterworks District #5	18,123
Water and Sewerage Commission #2	Joint Sewerage Commission Wards 5 & 8	17,462
Sewerage District #8	Joint Sewerage Commission Wards 5 & 8	12,209
St. Mary Parish Assessor	Recreation District #2	656
		\$48,450
		\$48,450

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

Receivable by the Components from the Council

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
Water and Sewer #2	St. Mary Parish Council	\$142,186
Joint Sewerage Commission Wards 5&8	St. Mary Parish Council	3,034
Recreation District #2	St. Mary Parish Council	\$89,214
Recreation District #3	St. Mary Parish Council	\$31,667
Fairview Treatment Center	St. Mary Parish Council	\$224,348
Claire House	St. Mary Parish Council	\$305,172
St. Mary Parish Clerk of Court	St. Mary Parish Council	\$576
		\$796,197
		\$796,197

Payable by the Component Units to the Council

<u>Payable To</u>	<u>Due From</u>	<u>Amount</u>
St. Mary Parish Council	Water & Sewer Commission #1	\$35,217
St. Mary Parish Council	Water & Sewer Commission #2	71,385
St. Mary Parish Council	Water & Sewer Commission #5	9,944
St. Mary Parish Council	Joint Sewerage Commission Wards 5 & 8	15,820
St. Mary Parish Council	Atchafalaya Golf Course Commission	327,495
St. Mary Parish Council	Fairview Treatment Center	314,513
		\$774,374
		\$774,374

NOTE 12- FIXED ASSETS

CAPITAL ASSETS

Capital asset activity for the Council for the year ended December 31, 2007, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets not being depreciated					
Land	\$ 1,820,876				\$ 1,820,876
Construction in progress	6,072,556	\$ 3,112,783	-	\$ (6,636,932)	2,548,407
Total capital assets not being depreciated	7,893,432	3,112,783	-	(6,636,932)	4,369,283
Other capital assets:					
Infrastructure	117,479,587			2,342,058	119,821,645
Buildings	16,188,271	10,857			16,199,128
Equipment and furniture	9,265,712	556,807	\$ (51,582)		9,770,937
Improvements	12,472,741	216,724	-	4,294,874	16,984,339
Total other capital assets at historical cost	155,406,311	784,388	(51,582)	6,636,932	162,776,049
Less accumulated depreciation for					
Infrastructure	(32,289,115)	(2,612,965)			(34,902,080)
Building	(3,747,496)	(441,724)			(4,189,220)
Equipment and furniture	(5,911,111)	(677,927)			(6,589,038)
Improvements	(2,244,952)	(528,977)	-	-	(2,773,929)
Total accumulated depreciation	(44,192,674)	(4,261,593)	-	-	(48,454,267)
Other capital assets, net	111,213,637	(3,477,205)	(51,582)	-	114,321,782
Governmental capital assets, net	\$ 119,107,069	\$ (364,422)	\$ -	\$ -	\$ 118,691,065

Business-type activities:

Capital assets not being depreciated					
Construction in progress	\$ 9,649,570	\$ 18,683	\$ (22,875)		\$ 9,645,378
Land	2,052,372				2,052,372
Land Improvements	1,750,227	-	-	-	1,750,227
Total capital assets not being depreciated	13,452,169	18,683	-	-	13,447,977
Other capital assets:					
Buildings	4,285,541				4,285,541
Equipment	6,074,958	464,708	(283,865)		6,255,801
Improvements	413,875	-	-	-	413,875
Total other capital assets at historical cost	10,774,374	464,708	(283,865)	-	10,955,217
Less accumulated depreciation for					
Building	(4,284,263)	(537)			(4,284,800)
Equipment	(4,559,627)	(313,692)	283,865		(4,589,454)
Improvements	(241,717)	(75,967)	-	-	(317,684)
Total accumulated depreciation	(9,085,607)	(390,196)	283,865	-	(9,191,938)
Other capital assets, net	1,688,767	74,512	-	-	1,763,279
Business-type activities capital assets, net	\$ 15,140,936	\$ 93,195	\$ -	\$ -	\$ 15,211,256

Depreciation expense was charged to function as follows:

Governmental activities:	
General government	\$ 731,768
Public safety	993,955
Public works	1,795,733
Health and welfare	60,926
Culture and recreation	679,211
Total governmental activities depreciation expense	<u>\$ 4,261,593</u>
Business type activities:	
Reduction and Transfer	\$ 282,634
Kemper William Park	87,227
Small Animal Control	20,335
Total business-type activities depreciation expense	<u>\$ 390,196</u>

NOTE 12-FIXED ASSETS (continued)

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

Major Components

	<u>Beginning</u> <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass-</u> <u>ifications</u>	<u>Ending</u> <u>Balance</u>
Water & Sewer Commission No. 1					
Capital Assets not being depreciated					
Land	\$ 205,726	-	-	-	\$ 205,726
Construction in progress	\$ 1,497,862	-	(1,497,862)	-	-
Total capital assets not being depreciated	1,703,588	-	(1,497,862)	-	205,726
Other Capital Assets					
Buildings	4,052,997	-	-	-	4,052,997
Equipment and furniture	212,371	25,358	-	-	237,729
Improvements	8,479,879	2,149,001	-	-	10,628,880
Total other assets at historical cost	12,745,247	2,174,359	-	-	14,919,606
Less accumulated depreciation for:					
Buildings	(1,707,543)	(83,783)	-	-	(1,791,326)
Equipment and furniture	(185,341)	(10,430)	-	-	(195,771)
Improvements	(6,231,027)	(229,424)	-	-	(6,460,451)
Total accumulated depreciation	(8,123,911)	(323,637)	-	-	(8,447,548)
Total Capital Assets, net	\$ 6,324,924	\$ 1,850,722	(1,497,862)	-	\$ 6,677,784
Water & Sewer Commission No.2					
Capital Assets not being depreciated					
Land	\$ 51,709	-	-	-	\$ 51,709
Construction in progress	224,566	598,192	-	-	822,758
Total capital assets not being depreciated	276,275	598,192	-	-	874,467
Other Capital Assets					
Buildings	48,533	-	-	-	48,533
Equipment and furniture	144,823	-	-	-	144,823
Improvements	7,153,995	81,442	-	-	7,235,437
Total other assets at historical cost	7,347,351	81,442	-	-	7,428,793
Less accumulated depreciation for:					
Buildings	(41,091)	(1,092)	-	-	(42,183)
Equipment and furniture	(105,851)	(8,404)	-	-	(114,255)
Improvements	(3,958,390)	(166,884)	-	-	(4,125,274)
Total accumulated depreciation	(4,105,332)	(176,380)	-	-	(4,281,712)
Total Capital Assets, net	\$ 3,518,294	\$ 503,254	-	-	\$ 4,021,548
Water & Sewer Commission No.4					
Capital Assets not being depreciated					
Land	\$ 6,926	\$ -	\$ -	\$ -	\$ 6,926
Construction in progress	93,351	306,940	-	-	400,291
Total capital assets not being depreciated	100,277	306,940	-	-	407,217
Other Capital Assets					
Equipment and furniture	6,634,929	27,731	(5,864)	-	6,656,796
Improvements	14,575,857	31,154	-	-	14,607,011
Total other capital assets	21,210,786	58,885	(5,864)	-	21,263,807
Less accumulated depreciation for:					
Equipment and furniture	(1,993,693)	(241,002)	5,589	-	(2,229,106)
Improvements	(4,343,345)	(636,236)	-	-	(4,979,581)
Total accumulated depreciation	(6,337,038)	(877,238)	5,589	-	(7,208,687)
Total Capital Assets	\$ 14,974,025	\$ (511,413)	\$ (275)	\$ -	\$ 14,462,337
Waterworks District No. 5					
Capital Assets not being depreciated					
Land	\$ 16,500	\$ -	\$ -	\$ -	\$ 16,500
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	16,500	-	-	-	16,500
Other Capital Assets					
Buildings	228,896	-	-	-	228,896
Equipment and furniture	236,855	21,810	-	-	258,665
Improvements	9,025,580	11,000	-	-	9,036,580
Total other assets at historical cost	9,491,331	32,810	-	-	9,524,141
Less accumulated depreciation for:					
Buildings	(91,732)	(3,808)	-	-	(95,540)
Equipment and furniture	(191,971)	(13,138)	-	-	(205,109)
Improvements	(3,946,652)	(244,137)	-	-	(4,190,789)
Total accumulated depreciation	(4,230,355)	(261,083)	-	-	(4,491,438)
Total Capital Assets, net	\$ 5,277,476	\$ (228,273)	\$ -	\$ -	\$ 5,049,203

NOTE 12 - FIXED ASSETS (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
Consolidated Gravity Drainage District No. 1					
Capital Assets not being depreciated					
Land	\$ 8,600	-	-	-	\$ 8,600
Total capital assets not being depreciated	8,600	-	-	-	8,600
Other Capital Assets					
Buildings	195,317	-	-	-	195,317
Equipment and furniture	1,230,523	-	-	-	1,230,523
Infrastructure	5,785,357	-	-	-	5,785,357
Total other assets at historical cost	7,211,197	-	-	-	7,211,197
Less accumulated depreciation for:					
Buildings	(93,000)	(7,803)	-	-	(100,803)
Equipment and furniture	(969,351)	(78,833)	-	-	(1,048,184)
Infrastructure	(462,063)	(229,317)	-	-	(691,380)
Total accumulated depreciation	(1,524,414)	(315,953)	-	-	(1,840,367)
Total Capital Assets	\$ 5,695,383	\$ (315,953)	-	-	\$ 5,379,430
Consolidated Gravity Drainage District No. 2					
Capital Assets not being depreciated					
Land	\$ 2,315,352	\$ -	\$ -	\$ -	\$ 2,315,352
Construction in progress	113,557	614,065	-	-	727,622
Total capital assets not being depreciated	2,428,909	614,065	-	-	3,042,974
Other Capital Assets					
Equipment and furniture	2,125,882	-	-	-	2,125,882
Infrastructure	7,613,033	-	-	-	7,613,033
Total other assets at historical cost	9,738,915	-	-	-	9,738,915
Less accumulated depreciation for:					
Equipment and furniture	(1,708,320)	(56,252)	-	-	(1,764,572)
Infrastructure	(2,051,082)	(244,478)	-	-	(2,295,560)
Total accumulated depreciation	(3,759,402)	(300,730)	-	-	(4,060,132)
Total Capital Assets, net	\$ 8,408,422	\$ 313,335	-	-	\$ 8,721,757
Hospital District No. 1					
Capital Assets not being depreciated					
Land	\$ 319,999	\$ 143,882	-	-	\$ 463,881
Construction in progress	7,414,079	-	(7,176,047)	-	238,032
Total capital assets not being depreciated	7,734,078	143,882	(7,176,047)	-	701,913
Other Capital Assets					
Buildings	6,405,258	14,527,900	-	-	20,933,158
Equipment and furniture	9,489,060	1,849,268	-	-	11,338,328
Improvements	69,823	712,922	-	-	782,745
Total other assets at historical cost	15,964,141	17,090,090	-	-	33,054,231
Less accumulated depreciation for:					
Buildings	(4,184,377)	(208,501)	-	-	(4,392,878)
Equipment and furniture	(7,017,015)	(529,890)	-	-	(7,546,905)
Improvements	(60,000)	(7,262)	-	-	(67,262)
Total accumulated depreciation	(11,261,392)	(745,653)	-	-	(12,007,045)
Total Capital Assets, net	\$ 12,436,827	\$16,488,319	\$ (7,176,047)	-	\$ 21,749,099

NOTE 12 - FIXED ASSETS (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass- ifications</u>	<u>Ending Balance</u>
St. Mary Parish Library					
Capital Assets not being depreciated					
Land	\$ 88,470	\$ 31,173	-	-	\$ 119,643
Construction in progress	-	287,094	-	-	\$ 287,094
Total capital assets not being depreciated	88,470	318,267	-	-	406,737
Other Capital Assets					
Buildings	1,680,923	-	-	-	1,680,923
Equipment and furniture	1,849,593	178,569	(199,881)	-	1,828,281
Total other assets at historical cost	3,530,516	178,569	(199,881)	-	3,509,204
Less accumulated depreciation for:					
Buildings	(358,192)	(43,505)	-	-	(401,697)
Equipment and furniture	(1,839,127)	(109,170)	199,881	-	(1,748,416)
Total accumulated depreciation	(2,197,319)	(152,675)	199,881	-	(2,150,113)
Total Capital Assets	\$ 1,421,667	\$ 344,161	-	-	\$ 1,765,828
Major Components Total					
Capital Assets not being depreciated					
Land	\$ 3,013,282	\$ 175,055	\$ -	\$ -	\$ 3,188,337
Construction in progress	9,343,415	1,806,291	(8,673,909)	-	\$ 2,475,797
Total capital assets not being depreciated	12,356,697	1,981,346	(8,673,909)	-	5,664,134
Other Capital Assets					
Buildings	12,611,924	14,527,900	-	-	27,139,824
Equipment and furniture	21,924,036	2,102,736	(205,745)	-	23,821,027
Improvements	39,305,134	2,985,519	-	-	42,290,653
Infrastructure	13,398,390	-	-	-	13,398,390
Total other assets at historical cost	87,239,484	19,616,155	(205,745)	-	106,649,894
Less accumulated depreciation for:					
Buildings	(6,475,935)	(348,492)	-	-	(6,824,427)
Equipment and furniture	(14,010,669)	(1,047,119)	205,470	-	(14,852,318)
Improvements	(18,539,414)	(1,283,943)	-	-	(19,823,357)
Infrastructure	(2,513,145)	(473,795)	-	-	(2,986,940)
Total accumulated depreciation	(41,539,163)	(3,153,349)	205,470	-	(44,487,042)
Total Capital Assets, net	\$ 58,057,018	\$ 18,444,152	\$ (8,674,184)	-	\$ 67,826,986
Nonmajor Components Total					
Capital Assets not being depreciated					
Land	\$ 940,684	\$ 46,503	\$ -	\$ -	\$ 987,187
Improvements	2,470	-	-	-	2,470
Construction in progress	661,668	554,788	(390,854)	-	825,602
Total capital assets not being depreciated	1,604,822	601,291	(390,854)	-	1,815,259
Other Capital Assets					
Buildings	14,561,019	174,312	8,397	-	14,743,728
Equipment and furniture	8,401,072	919,366	(178,009)	-	9,142,429
Improvements	21,710,079	115,209	-	-	21,825,288
Infrastructure	-	-	-	-	-
Total other assets at historical cost	44,672,170	1,208,887	(169,612)	-	45,711,445
Less accumulated depreciation for:					
Buildings	(4,209,976)	(427,698)	(233)	-	(4,637,907)
Equipment and furniture	(5,170,450)	(627,993)	147,776	-	(5,650,667)
Improvements	(8,047,871)	(775,150)	-	-	(8,823,021)
Infrastructure	-	-	-	-	-
Total accumulated depreciation	(17,428,297)	(1,830,841)	147,543	-	(19,111,595)
Total Capital Assets, net	\$ 28,848,695	\$ (20,663)	\$ (412,923)	-	\$ 28,415,109

NOTE 12 - FIXED ASSETS (continued)

Total Components	<u>Beginning</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass-</u>	<u>Ending</u>
	<u>Balance</u>			<u>ifications</u>	<u>Balance</u>
Capital Assets not being depreciated					
Land	\$ 3,953,966	\$ 221,558	\$ -	\$ -	\$ 4,175,524
Exhibits and kiosks	-	-	-	-	-
Improvements	2,470	-	-	-	2,470
Construction in progress	<u>10,005,083</u>	<u>2,361,079</u>	<u>(9,064,763)</u>	-	<u>3,301,399</u>
Total capital assets not being depreciated	<u>13,961,519</u>	<u>2,582,637</u>	<u>(9,064,763)</u>	-	<u>7,479,393</u>
Other Capital Assets					
Buildings	27,172,943	14,702,212	8,397	-	41,883,552
Equipment and furniture	30,325,108	3,022,102	(383,754)	-	32,963,456
Improvements	61,015,213	3,100,728	-	-	64,115,941
Infrastructure	<u>13,398,390</u>	-	-	-	<u>13,398,390</u>
Total other assets at historical cost	<u>131,911,654</u>	<u>20,825,042</u>	<u>(375,357)</u>	-	<u>152,361,339</u>
Less accumulated depreciation for:					
Buildings	(10,685,911)	(776,190)	(233)	-	(11,462,334)
Equipment and furniture	(19,181,119)	(1,675,112)	353,246	-	(20,502,985)
Improvements	(26,587,285)	(2,059,093)	-	-	(28,646,378)
Infrastructure	<u>(2,513,145)</u>	<u>(473,795)</u>	-	-	<u>(2,986,940)</u>
Total accumulated depreciation	<u>(58,967,460)</u>	<u>(4,984,190)</u>	<u>353,013</u>	-	<u>(63,598,637)</u>
Total Capital Assets, net	<u>\$ 86,905,713</u>	<u>\$ 18,423,489</u>	<u>\$ (9,087,107)</u>	-	<u>\$ 96,242,095</u>

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

Governmental activities:	
General government	\$ 132,460
Water & Sewer	408,403
Drainage	901,329
Fire Protection	183,840
Recreation	544,728
Health & welfare	172
Medical care	18,247
Library	152,675
Tourism	11,354
Public safety	21,902
Total governmental activities depreciation expense	<u>\$ 2,375,110</u>
Business-type activities:	
Water & Sewer	\$ 1,793,900
Medical care	815,180
Total business-type activities depreciation expense	<u>\$ 2,609,080</u>

NOTE 13 - LONG TERM DEBT

As of December 31, 2007, the governmental long-term debt is segregated between the amounts to be repaid from governmental activities, the amounts to be repaid from business-type activities, and the amounts to be repaid from component units.

OBLIGATIONS PAYABLE BY THE COUNCIL ARE AS FOLLOWS:

Governmental Activities:

As of December 31, 2007, the governmental long-term debt of the Council consisted of the following:

Public Improvement Sales Tax Bonds

\$1,255,000 of Public Improvement Sales Tax Refunding bonds, Series ST-2005 were issued on April 1, 2005, for the refunding of Sales Tax Bonds issued April 1, 1996. The bonds bear interest of 3.75 percent and are payable through the year 2016. These bonds are being retired from the one percent Sales Tax Bond Sinking Fund. \$1,150,000

\$2,900,000 of Public Improvement Sales Tax Refunding Bonds, Series 2003, were issued on October 1, 2003 for the refunding of Sales Tax Bonds issued April 1, 1994. The bonds bear interest of 2.0 to 3.7 percent and are payable through the year 2012. The bonds are being retired from the One Percent Sales Tax Bond Sinking Fund. 1,900,000

\$1,105,000 of General Obligation Refunding Bonds, Series 2004, were issued on January 1, 2005, for the refunding of General Obligation bonds issued November 1, 1996. The bonds bear interest of 3.75 percent and are payable through the year 2016. These bonds are to be retired from the annual levy and collection of unlimited ad valorem taxes on all property within the Parish's boundaries, excluding the City of Morgan City. Although the Council is servicing the debt on these bonds, the St. Mary Parish Library will 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. 1,015,000

\$1,975,000 of General Obligation Bonds, Series 2005, were issued March 1, 2005, to improve, construct and acquire buildings, equipment, and books for parish libraries, outside the City of Morgan City. The bonds bear interest at rates ranging from 3.8 to 4.75 percent. These bonds are to be retired from the annual levy and collection of unlimited ad valorem taxes on all Parish taxable property, excluding the City of Morgan City. 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. 1,855,000

NOTE 13 - LONG TERM DEBT (continued)

\$800,000 of Certificates of Indebtedness, Series 2005, were issued on January 27, 2005, to acquire equipment to maintain the Atchafalaya Golf Course at Idlewild. The certificates bear interest of 3 percent and are payable through the year 2009. These certificates are being paid by the Certificates of Indebtedness Sinking Fund. 335,000

\$425,000 of Certificates of Indebtedness, Series 2006A, were issued on August 22, 2006, to construct parking facilities at the Atchafalaya Golf Course. The certificates bear interest of 4.23 percent and are payable through the year 2016. The certificates are being paid by the Certificates of Indebtedness Sinking Fund. 397,000

\$75,000 of Certificates of Indebtedness, Series 2006A, were issued on August 22, 2006, to construct parking facilities at the Atchafalaya Golf Course. The certificates are non-interest bearing and are payable in five annual installments of \$15,000 through November 1, 2011. 60,000

\$300,000 of Certificates of Indebtedness, Series 2006B, were issued on August 22, 2006, to pay for improvements and to acquire furnishings and equipment at the Atchafalaya Golf Course. The certificates bear interest of 4.23 percent and are payable through the year 2016. The Certificates are being paid by the Certificates of Indebtedness Sinking Fund. 276,000

REVENUE BONDS

\$3,575,000 of refunding bonds, Series 2005, were issued on January 1, 2005, for the refunding of revenue bonds issued on September 1, 2000. The bonds bear interest of 4 percent and are payable through the year 2015. These bonds are being retired from the Certificates of Indebtedness Sinking Fund. \$2,925,000

\$3,000,000 of public improvement bonds, Series 2007 were issued on August 7, 2007 for constructing road improvement, acquiring equipment and furniture, and constructing improvement to Recreation District No. 2 & No. 5. The bonds bear interest of 4.34 percent and are payable through the year 2016. These bonds are being paid by the Certificates of Indebtedness Sinking Fund. 2,670,000

NOTE 13 - LONG TERM DEBT (continued)

\$4,315,000, Revenue Refunding Bonds, Series 2004, were issued September 17, 2004, to repay \$2,204,840 of Revenue Bonds, Series A of 1999, \$988,650 of Revenue Bonds, Series 2000, and \$1,121,510 of the Revenue Bonds, Series B of 1999. The bonds bear interest of 4.1 percent and are payable through the year 2015. The bonds are to be retired from the net revenue derived from the operation of the jail facilities and are paid from the Jail Revenue Bond Sinking Fund. 3,455,000

\$6,250,000, Sewerage Sales Tax Bonds, Series 2004, were issued July 1, 2004 to pay the costs of constructing sewerage improvements. The bonds bear interest of 4.5 to 5.5 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. 5,630,000

\$3,750,000, Sewerage Sales Tax Bonds, Series 2006, were issued February 1, 2006 to pay the cost of constructing sewerage improvements. The bonds bear interest of 3.5 to 5.5 percent and are payable through the year 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. 3,525,000

\$1,200,000 Public Building Bonds, Series 2005, were issued January 27, 2005 to acquire, improve, equip, and furnish public buildings. The bonds bear interest of 4.1 percent and are payable through the year 2019. The bonds are to be retired from the Certificates of Indebtedness Sinking Fund. 1,010,000

Public Parks and Recreation Bonds

\$1,000,000, Series 2002 - A, were issued on May 1, 2002, to pay a portion of the cost of constructing a public golf course at Kemper Williams Park. The bonds bear interest of 5.0 percent and are payable through the year 2017. Those bonds are to be retired from the excess annual revenues of the Parish and are paid from the Certificate of Indebtedness Sinking Fund. \$785,000

\$2,000,000, Series 2002 - B, were issued on December 1, 2002, to pay a portion of the cost of constructing a public golf course at Kemper Williams Park. The bonds bear interest of 4.75 percent 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. 1,570,000

NOTE 13 - LONG TERM DEBT (continued)

SPECIAL ASSESSMENT

Paving Certificates

The three following special assessment bonds are being retired with the proceeds of special assessment collections as accumulated in each of the four applicable debt service funds for special assessment paving certificates.

It has been the policy of the Council to honor special assessment obligations.

\$322,089 Paving Certificates, Series 1999, issued October 1, 1999; due in annual installments of \$32,208 through October 1, 2008; interest at 4.75% \$ 32,209

\$236,429 Paving Certificates, Series 1999, issued March 10, 1999; due in annual installments of \$23,643 through May 2009; interest at 5% 47,286

\$93,616 Paving Certificates, Series 2003, issued May 1, 2003; due in annual installments of \$9,362 through May 2013; interest at 4.25% 56,198

Accrued compensated absences-all noncurrent 144,000

Total Governmental Activity Debt \$28,837,663

Business-type Activities:

As of December 31, 2007, the long-term debt payable from proprietary fund resources consisted of the following:

\$7,600,000 of Solid Waste, Series 2004, were issued on March 1, 2004 for the purpose of constructing improvements at the parish landfill. The certificates bear interest of 4.4 to 5.4 percent and are 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 are to be paid from the Reduction and Transfer Fund \$6,875,000

Total Enterprise Indebtedness \$6,875,000

NOTE 13 - LONG TERM DEBT (continued)

Long-term liability activity for the year ended December 31, 2007, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation Debt	\$ 8,230,000		\$ (1,247,000)	\$ 6,983,000	\$ 851,000
Revenue bonds	17,610,000	3,000,000	(1,390,000)	19,220,000	1,350,000
Public parks and recreation bonds	2,530,000		(175,000)	2,355,000	185,000
Special assessment bonds	200,876	-	(65,214)	135,663	65,213
Total bonds payable	<u>28,570,876</u>	<u>3,000,000</u>	<u>(2,877,214)</u>	<u>28,693,663</u>	<u>2,451,213</u>
Other liabilities:					
Compensated absences	166,000	-	(22,000)	144,000	14,000
Total other liabilities	<u>166,000</u>	<u>-</u>	<u>(22,000)</u>	<u>144,000</u>	<u>14,000</u>
Governmental activities long-term liabilities	<u>\$ 28,736,876</u>	<u>\$ 3,000,000</u>	<u>\$ (2,899,214)</u>	<u>\$ 28,837,663</u>	<u>\$ 2,465,213</u>
Business-type Activities					
Bonds payable:					
Landfill debt	\$ 7,130,000	\$ -	\$ (255,000)	\$ 6,875,000	\$ 265,000
Business-type activities long-term liabilities	<u>\$ 7,130,000</u>	<u>\$ -</u>	<u>\$ (255,000)</u>	<u>\$ 6,875,000</u>	<u>\$ 265,000</u>

NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt service requirements (excluding compensated absences) at December 31, 2007, were as follows:

Year Ended December 31,	Governmental Activities - Bonds							
	General Obligation		Revenue Bonds		Special Assessment		Public Parks and Recreation	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 851,000	\$ 262,487	\$ 1,350,000	\$ 712,528	\$ 65,213	\$ 6,280	\$ 185,000	\$ 229,703
2009	893,000	232,036	1,420,000	665,470	33,004	3,171	195,000	209,916
2010	740,000	200,320	1,475,000	616,203	9,362	1,591	200,000	187,990
2011	772,000	172,882	1,545,000	564,893	9,362	1,194	215,000	167,392
2012	810,000	143,337	1,610,000	511,098	9,362	796	225,000	144,636
2013-2017	1,882,000	388,170	6,840,000	1,730,153	9,361	398	1,335,000	344,023
2018-2022	595,000	153,003	3,265,000	721,630	-	-	-	-
2023-2027	440,000	28,117	1,715,000	138,094	-	-	-	-
Total	<u>\$ 6,983,000</u>	<u>\$ 1,580,352</u>	<u>\$ 19,220,000</u>	<u>\$ 5,660,069</u>	<u>\$ 135,663</u>	<u>\$ 13,430</u>	<u>\$ 2,355,000</u>	<u>\$ 1,283,660</u>

Business-type Activities
Solid Waste

	Landfill Debt		Council's Total Debt		
	Principal	Interest	Principal	Interest	Total
2008	\$ 265,000	\$ 335,068	\$ 2,716,213	\$ 1,546,066	\$ 4,262,279
2009	280,000	320,353	2,821,004	1,430,946	4,251,950
2010	295,000	304,828	2,719,362	1,310,932	4,030,294
2011	310,000	388,493	2,851,362	1,294,854	4,146,216
2012	325,000	271,348	2,979,362	1,071,215	4,050,577
2013-2017	1,875,000	1,095,820	11,936,361	3,558,564	15,494,925
2018-2022	2,390,000	597,408	6,250,000	1,472,041	7,722,041
2023-2027	1,135,000	58,523	3,290,000	224,734	3,514,734
	<u>\$ 6,875,000</u>	<u>\$ 3,371,841</u>	<u>\$ 35,573,663</u>	<u>\$ 11,909,352</u>	<u>\$ 47,483,015</u>

NOTE 13 - LONG TERM DEBT (continued)

OBLIGATIONS PAYABLE BY COMPONENT ENTITIES ARE AS FOLLOWS:

Major Components

Water & Sewer Commission No. 2

\$1,400,000 for General Obligation Bonds, Series 2002 were issued on 2002 for the purpose of constructing and acquiring improvements to the waterworks and sewer plant and systems. The bonds bear interest at rates ranging from 5.0 percent to 6.0 percent and are payable through the year 2022. The bonds are being retired from the operating revenues of Water & Sewer Commission No. 2

\$1,190,000

Total for Water & Sewer Commission No. 2

\$1,190,000

Water & Sewer Commission No. 4

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

\$350,000

(Formally Waterworks District No. 6)

\$1,290,000 General Obligation Refunding Bonds, Series 2004, (to defease \$1,510,000 of General Obligation Bonds of Series 1995) payable in annual installments of \$5,000 to \$160,000 beginning March 1, 2005; bond is payable over 11 years; interest rate of 3.4% per annum

1,075,000

\$1,200,000 Water General Obligation Bonds, due in annual installments of \$35,000 to \$95,000 beginning March 1, 2005; bond is payable over 20 years; interest rate of .1% to 6% per annum

1,090,000

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

860,456

Compensated absences

64,707

(Formally Sewerage District No. 9)

\$1,000,000 on Sewerage Revenue Bonds were issued in 2000 for the purpose of constructing and acquiring improvements to the sewerage system. The bonds bear interest at 4.50 percent and are payable through the year 2040.

937,985

NOTE 13 - LONG TERM DEBT (continued)

\$100,000 of Sewerage Revenue Bonds were issued in 2000 for the purpose of constructing and acquiring improvements to the sewerage system. The bonds bear interest at 4.5 percent and are payable through the year 2040.

93,799

Total Water & Sewer Commission No. 4

\$4,471,947

Waterworks District No. 5

\$495,000 of Public Improvement Bonds were issued in 1999 for the purpose of advance refunding General Obligation Bonds, Series 1990. The bonds bear interest at 4.85 percent and are payable through the year 2010. The bonds are being retired from ad valorem taxes.

\$ 180,000

\$1,900,000 of Public Improvement Bonds were issued in 2000 for the purpose of constructing and acquiring improvements to the waterworks system. The bonds bear interest at rates ranging from 5.80 percent to 6.30 percent and are payable through the year 2010. The bonds are being retired from ad valorem taxes.

275,000

\$500,000 of Water Improvement Bonds were issued in 2004 for constructing and acquiring improvements to the waterworks plant and system. The bonds are made up of two components: \$75,000 bearing no interest and payable through the year 2009; \$425,000 bearing interest at 4.5 percent per annum payable through 2019. The bonds are being retired from the operating revenues of the District.

447,000

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

1,295,000

Subtotal Waterworks District No. 5

\$2,197,000

Less: Deferred amount on refunding

(94,315)

Total Waterworks District No. 5

\$2,102,685

Consolidated Gravity Drainage District No. 2

\$5,240,000 of General Obligation Bonds, Series 1998 were issued for the purpose of constructing and acquiring improvements to the drainage system. The bonds bear interest at rates ranging from 4.40 percent to 5.40 percent and mature March 1, 1999 to March 1, 2018. The bonds are being retired from ad valorem taxes. A portion of these bonds were refunded by a subsequent issue. Three payments remain through the year 2008.

\$250,000

NOTE 13 - LONG TERM DEBT (continued)

\$2,470,000 of General Obligation Refunding Bonds, Series 2005, (to defease a portion of the General Obligation Bonds Series 1998) payable in annual installments of \$5,000 to \$305,000 with interest at 3.8 percent payable through March 1, 2018. The bonds are being retired from ad valorem taxes. 2,460,000

\$3,600,000 of General Obligation Bonds, Series 2005 were issued for the purpose of constructing & acquiring improvements to the Drainage system. The bonds bear interest at rates ranging from 4.25 to 5.25 percent and are payable in annual installments of \$105,000 to \$280,000 through March 1, 2025. 3,380,000

Total for Consolidated Gravity Drainage District No. 2 \$6,090,000

Hospital Service District No. 1

Capital lease obligations bearing interest at 4.6 percent payable in monthly installments secured by equipment. \$93,820

Partially guaranteed construction loan. The guarantee portion will bear a rate of 7.83 percent. The unguaranteed portion will bear an initial rate of 6.5 percent to reset every 5 years, borrowing not to exceed \$7,600,000 with a 22 year term. 7,600,000

\$4,500,000 of revenue bonds were issued in 2007. The bonds bear interest at 4.25 percent and are payable through the year 2038. 4,500,000

Total for Hospital Service District No. 1 \$12,193,820

Total for Major Components \$26,048,452

NONMAJOR COMPONENTS

Water & Sewer Commission No. 5

\$300,000 of Waterworks Revenue Bonds issued in 1980 for the purpose of constructing and acquiring improvements to the waterworks and sewer plant and systems. The bonds bear interest at 5.0 percent and are payable through the year 2020. The bonds are being retired from the operating revenues of Water & Sewer Commission No. 5 \$164,809

\$120,000 of Waterworks Revenue Bonds issued in 1997 for the purpose of constructing and acquiring improvements to the waterworks and sewer plant and systems. The bonds bear interest at 4.875 percent and mature December 5, 1998 to November 5, 2037. The bonds are being retired from the operating revenues of Water & Sewer Commission No. 5 107,998

Total for Water & Sewer Commission No. 5 \$272,807

NOTE 13 - LONG TERM DEBT (continued)

Sewerage District No. 5

\$250,000 of Sewerage System Bonds, Series 2004, were issued in 2004. The bonds bear interest at a fixed rate of 3.25 percent and are payable through the year 2009. The bonds are being retired from ad valorem taxes. \$110,000

Municipal Facilities Revolving Loan dated February 1994 bearing 2.45 percent interest payable in annual installments of \$35,000 to \$50,000 through March 2015. The loan was financed through the issuance of Sewerage Revenue Bonds, Series 1994. 370,000

\$124,370 borrowed from the St. Mary Parish Council interest free to purchase duckweed harvesting equipment, payable in four annual installments of \$25,000 and one final installment of \$24,370. The first payment is due on or before two years from the date of the agreement. 124,370

Compensated absences 3,944

Total for Sewerage District No. 5 \$608,314

Wax Lake East Drainage District

\$4,000,000 General Obligation Bonds, Series 2003, issued April 1, 2003 for construction of Berwick Borrow Canal Pump Station, payable in annual installments of \$35,000 to \$320,000 through March 1, 2023, with variable interest rate ranging from 3.5 percent to 4.5 percent \$3,570,000

Total for Wax Lake East Drainage District \$3,570,000

Recreation District No. 1

\$250,000 of General Obligation Bonds were issued in 1990, for the purpose of purchasing and acquiring lands, buildings, equipment and other facilities to be used in providing recreational facilities. The bonds bear interest at rates of 7.2 percent and 7.25 percent and payable through the year 2010. The bonds are being retired from ad valorem taxes. \$90,000

\$1,000,000 of General Obligation Bonds were issued on April 1, 2003 for the purpose of constructing and improving public parks, building, and other recreational facilities. The bonds bear interest at rates ranging from 3.75 percent to 4.65 percent and are payable through the year 2018. The bonds are being retired from ad valorem taxes. 800,000

Total for Recreation District No. 1 \$890,000

NOTE 13 - LONG TERM DEBT (continued)

Recreation District No. 2

\$1,100,000 for General Obligation Bonds, Series 2002 were issued for the purpose of constructing, purchasing, and acquiring lands, buildings, equipment, and other facilities to used in providing recreational facilities for the District. The bonds mature in 2015. \$825,000

Total for Recreation District No. 2 \$825,000

Recreation District No. 3

\$600,000 General Obligation Bonds, Series 2003 due in annual installments of \$15,000 to \$45,000 through March 1, 2023, interest from 4.00 percent to 5.00 percent payable from ad valorem taxes to be levied by the District. Issued for the purpose of constructing, equipping and furnishing an addition to the community center and improving existing parks and other recreational facilities for the District. \$525,000

\$600,000 General Obligation Refunding Bonds, Series 2005, due in annual installments of \$92,000 to \$106,000 through March 1, 2011, interest fixed at 3.5 percent payable from ad valorem taxes. These bonds were issued to redeem the outstanding principal balance of the General Obligation Refunding Bonds, Series 1998 issued January 1, 1998. 413,000

\$250,000 General Obligation Bonds, Series 2005, due in annual installments of \$5,000 to \$25,000 through March 1, 2025, interest fixed at 3.95 percent payable from ad valorem taxes. Issued for the purpose of constructing, equipping and furnishing an addition to the community center and improving existing parks and other recreational facilities. 235,000

Total for Recreation District No. 3 \$1,173,000

Recreation District No. 4

\$497,000 General Obligation Refunding Bonds, Series 2005 (to defease \$580,000 of General Obligation Bonds Series 1997 issued for construction of recreation complex), payable in annual installments of \$92,000 to \$108,000 through March 1, 2010, with interest at 3.5 percent per annum. The bonds are being retired from ad valorem taxes. \$313,000

Total for Recreation District No. 4 \$313,000

NOTE 13 - LONG TERM DEBT (continued)

Recreation District No. 5

\$690,000 of General Obligation Bonds, Series 2005, were issued on November 1, 2005, for the purpose of paying a portion of the cost of constructing a recreation/community center and other recreational facilities therein, and acquiring the necessary equipment and furnishings. The bonds bear interest rates from .10 percent to 4.7 percent and are payable through the year 2025. The bonds are being retired from ad valorem taxes by the Debt Service Fund.

\$655,000

\$2,100,000 of General Obligation Bonds, Series 2002 were issued on December 1, 2002, for the purpose of purchasing and acquiring lands, buildings, equipment and other facilities to be used in providing recreational facilities. The bonds bear interest at rates of 4.2 percent and 5.2 percent and are payable through the year 2022. The bonds are being retired from ad valorem taxes.

1,765,000

Total for Recreation District No. 5

\$2,420,000

Atchafalaya Golf Course

The Atchafalaya Golf Course entered into a lease purchase agreement to acquire golf carts. This lease agreement is a capital lease and has been recorded at the present value of the future minimum lease payments as of the lease inception.

\$400,903

Total for Atchafalaya Golf Course

\$400,903

Fairview Treatment Center

Compensated Absences

\$25,149

Total for Fairview Treatment Center

\$25,149

Claire House

Compensated Absences

\$8,531

Total for Claire House

8,531

St. Mary Parish Tourist Commission

\$1,700,000 of Economic Development Bonds, Series 2004 were issued in November 2004, for the purpose of constructing, equipping and furnishing a new welcome center and constructing the Atchafalaya Golf Course at Idlewild. Bond principal matures in varying annual amounts from 2005 to 2019. Interest rates vary from 2.7 percent to 4.6 percent. The bonds are being retired through excess revenues of the Tourist Commission.

\$1,530,000

Total for St. Mary Parish Tourist Commission

\$1,530,000

NOTE 13 - LONG TERM DEBT (continued)

St. Mary Parish Assessor

The Assessor entered into three capital lease agreements for the purchase of computer equipment. Payments on the lease will be completed from 2002 to 2009 at present value.

\$3,659

Total for St. Mary Parish Assessor

\$3,659

St. Mary Parish Clerk of Court

Compensated Absences

\$13,185

Total for the St. Mary Parish Clerk of Court

\$13,185

Total Nonmajor Components

\$12,053,548

Total Component Units

\$38,196,315

NOTE 13 - LONG TERM DEBT (continued)

Long-term liability activity for the component units for 2007 was as follows:

Major Components	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
Water and Sewer Commission No. 2					
Bonds Payable:					
General Obligation Debt	\$ 1,240,000	-	\$ (50,000)	\$ 1,190,000	\$ 55,000
Total Bonds Payable	<u>1,240,000</u>	<u>-</u>	<u>(50,000)</u>	<u>1,190,000</u>	<u>55,000</u>
Water and Sewer Commission No. 4					
Bonds Payable:					
General Obligation Debt	\$ 2,310,000	\$ 350,000	\$ (145,000)	\$ 2,515,000	\$ 171,000
Revenue Bonds	1,914,503	-	(22,263)	1,892,240	23,318
Compensated Absences	80,925	-	(16,218)	64,707	-
Total	<u>4,305,428</u>	<u>350,000</u>	<u>(183,481)</u>	<u>4,471,947</u>	<u>194,318</u>
Waterworks District No. 5					
Bonds Payable:					
General Obligation Debt	\$ 2,289,000	\$ 1,305,000	\$ (1,397,000)	\$ 2,197,000	\$ 183,000
less: deferred amount on refunding	-	-	(94,315)	(94,315)	-
Total Bonds Payable	<u>2,289,000</u>	<u>1,305,000</u>	<u>(1,491,315)</u>	<u>2,102,685</u>	<u>183,000</u>
Consolidated Gravity Drainage District No. 2					
Bonds Payable:					
General Obligation Debt	6,445,000	-	(355,000)	6,090,000	375,000
Total Bonds Payable	<u>6,445,000</u>	<u>-</u>	<u>(355,000)</u>	<u>6,090,000</u>	<u>375,000</u>
Hospital Service District No. 1					
Total debt	<u>4,839,171</u>	<u>9,260,246</u>	<u>(1,905,597)</u>	<u>12,193,820</u>	<u>205,888</u>
Total Major Components	<u>\$ 19,118,599</u>	<u>\$ 10,915,246</u>	<u>\$ (3,985,393)</u>	<u>\$ 26,048,452</u>	<u>\$ 1,013,206</u>
Nonmajor Components					
Water and Sewer Commission No. 5					
Bonds Payable:					
Revenue Bonds	\$ 284,058	-	\$ (11,251)	\$ 272,807	\$ -
Total Bonds Payable	<u>284,058</u>	<u>-</u>	<u>(11,251)</u>	<u>272,807</u>	<u>-</u>
Sewerage District No. 5					
Bonds Payable:					
General Obligation Debt	570,000	124,370	(90,000)	604,370	95,000
Total Bonds Payable	<u>570,000</u>	<u>124,370</u>	<u>(90,000)</u>	<u>604,370</u>	<u>95,000</u>
Other Liabilities:					
Compensated Absences	5,442	-	(1,498)	3,944	-
Total other liabilities	<u>5,442</u>	<u>-</u>	<u>(1,498)</u>	<u>3,944</u>	<u>-</u>
Total	<u>575,442</u>	<u>124,370</u>	<u>(91,498)</u>	<u>608,314</u>	<u>95,000</u>
	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Wax Lake East Drainage District					
Bonds Payable:					
General Obligation Debt	3,710,000	-	(140,000)	3,570,000	145,000
Total Bonds Payable	<u>3,710,000</u>	<u>-</u>	<u>(140,000)</u>	<u>3,570,000</u>	<u>145,000</u>
Fire Protection District No. 2					
Capital Leases Payable	57,214	-	(57,214)	-	-
Total other liabilities	<u>57,214</u>	<u>-</u>	<u>(57,214)</u>	<u>-</u>	<u>-</u>

NOTE 13 - LONG TERM DEBT (continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
Recreation District No. 1					
Bonds Payable:					
General Obligation Debt	970,000	-	(80,000)	890,000	85,000
Total Bonds Payable	970,000	-	(80,000)	890,000	85,000
Recreation District No. 2					
Bonds Payable:					
General Obligation Debt	885,000	-	(60,000)	825,000	65,000
Total Bonds Payable	885,000	-	(60,000)	825,000	65,000
Recreation District No. 3					
Bonds Payable:					
General Obligation Debt	1,298,000	-	(125,000)	1,173,000	128,000
Total Bonds Payable	1,298,000	-	(125,000)	1,173,000	128,000
Recreation District No.4					
Bonds Payable:					
General Obligation Debt	405,000	-	(92,000)	313,000	99,000
Total Bonds Payable	405,000	-	(92,000)	313,000	99,000
Recreation District No. 5					
Bonds Payable:					
General Obligation Debt	2,515,000	-	(95,000)	2,420,000	105,000
Total Bonds Payable	2,515,000	-	(95,000)	2,420,000	105,000
Atchafalaya Golf Course					
Bonds Payable:					
General Obligation Debt	510,596	-	(109,693)	400,903	115,305
Total Bonds Payable	510,596	-	(109,693)	400,903	-
Fairview Treatment Center					
Compensated Absences	16,696	8,453	-	25,149	-
Total other liabilities	16,696	8,453	-	25,149	-
Claire House					
Compensated Absences	9,173	-	(642)	8,531	-
Total other liabilities	9,173	-	(642)	8,531	-
St. Mary Parish Tourist Commission					
General Obligation Debt	1,615,000	-	(85,000)	1,530,000	90,000
Total Bonds Payable	1,615,000	-	(85,000)	1,530,000	90,000
St. Mary Parish Assessor					
Capital Leases Payable	6,470	-	(2,811)	3,659	3,006
Total other liabilities	6,470	-	(2,811)	3,659	3,006
St. Mary Parish Clerk of Court					
Compensated Absences Payable	13,000	185	-	13,185	-
Total other liabilities	13,000	185	-	13,185	-
Total Nonmajor Components	\$ 12,870,649	\$ 133,008	\$ (950,109)	\$ 12,053,548	\$ 815,006
Total Component Units	\$ 31,989,248	\$ 11,048,254	\$ (4,935,502)	\$ 38,102,000	\$ 1,828,212

NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt Service Requirements at the component's 2007 year ends, are as follows:

Major Components	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
Water and Sewer Commission No. 2						
2008	55,000	61,584				
2009	55,000	58,724				
2010	60,000	55,675				
2011	60,000	52,420				
2012	65,000	48,820				
2013-2017	390,000	186,754				
2018-2022	505,000	71,379				
Total	<u>\$ 1,190,000</u>	<u>\$ 535,356</u>				
Water and Sewer Commission No. 4						
2008	\$ 171,000	\$ 93,239	\$ 23,318	\$ 87,370		
2009	179,000	88,407	24,420	86,268		
2010	190,000	83,366	25,575	85,113		
2011	200,000	77,563	26,785	83,903		
2012	210,000	71,207	28,052	82,636		
2013-2017	860,000	240,750	161,460	391,980		
2018-2022	520,000	114,808	203,440	350,000		
2023-2027	185,000	10,200	256,349	297,091		
2028-2032			323,038	230,402		
2033-2037			407,100	146,340		
2038-2042			400,084	44,712		
2043			12,619	102		
Total	<u>\$ 2,515,000</u>	<u>\$ 779,540</u>	<u>\$ 1,892,240</u>	<u>\$ 1,885,917</u>		
Waterworks District No. 5						
2008	183,000	97,963				
2009	188,000	88,936				
2010	199,000	79,374				
2011	134,000	70,413				
2012	141,000	64,516				
2013-2017	801,000	225,192				
2018-2020	551,000	46,140				
	2,197,000	672,534				
less: deferred amount on refunding	(94,315)	-				
Total	<u>\$ 2,102,685</u>	<u>\$ 672,534</u>				
Consolidated Gravity Drainage District No. 2						
2008	375,000	257,991				
2009	320,000	242,234				
2010	335,000	229,215				
2011	355,000	215,498				
2012	370,000	201,082				
2013-2017	2,155,000	761,365				
2018-2022	1,385,000	355,272				
2023-2025	795,000	64,118				
Total	<u>\$ 6,090,000</u>	<u>\$ 2,326,775</u>				
Hospital Service District No. 1						
2008			8,586	35,401	197,302	759,974
2009			57,580	211,147	210,350	550,501
2010			53,815	208,911	207,219	552,320
2011			56,147	206,579	209,083	536,745
2012			58,581	204,146	225,809	520,175
thereafter			4,265,291	3,977,619	6,644,057	4,616,123
Total			<u>\$ 4,500,000</u>	<u>\$ 4,843,803</u>	<u>\$ 7,693,820</u>	<u>\$ 7,535,838</u>
Total Major Components	<u>\$ 11,897,685</u>	<u>\$ 4,314,205</u>	<u>\$ 6,392,240</u>	<u>\$ 6,729,720</u>	<u>\$ 7,693,820</u>	<u>\$ 7,535,838</u>

NOTE 13 - LONG TERM DEBT (continued)

Nonmajor Components

	General Obligation		Revenue Bonds		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
Water and Sewer Commission No. 5						
2008			11,132	13,538		
2009			11,688	12,982		
2010			12,272	12,398		
2011			12,886	11,785		
2012			13,529	11,141		
2013-2017			78,492	44,859		
2018-2022			60,481	24,242		
2023-2027			18,966	15,450		
2028-2032			24,189	10,227		
2033-2037			29,172	3,572		
Total			\$ 272,807	\$ 160,194		
Sewerage District No. 5						
2008	95,000	11,256				
2009	100,000	8,427				
2010	70,000	6,432				
2011	70,000	5,329				
2012	70,000	4,426				
2013-2015	199,370	5,513				
Total	\$ 604,370	\$ 41,383				
Wax Lake East Drainage District						
2008	145,000	137,638				
2009	155,000	131,081				
2010	165,000	124,488				
2011	170,000	117,787				
2012	180,000	110,788				
2013-2017	1,060,000	441,490				
2018-2022	1,375,000	211,831				
2023	320,000	6,640				
Total	\$ 3,570,000	\$ 1,281,743				
Recreation District No. 1						
2008	85,000	39,000				
2009	90,000	35,000				
2010	90,000	30,000				
2011	65,000	26,000				
2012	70,000	23,000				
2013-2017	400,000	68,000				
2018	90,000	2,000				
Total	\$ 890,000	\$ 223,000				
Recreation District No. 2						
2008	65,000	33,912				
2009	65,000	31,053				
2010	70,000	28,420				
2011	75,000	25,592				
2012	80,000	22,530				
2013-2017	470,000	55,640				
Total	\$ 825,000	\$ 197,147				

NOTE 13 - LONG TERM DEBT (continued)

	General Obligation		Revenue Bonds		Capital Leases	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
Recreation District No. 3						
2008	128,000	44,943				
2009	136,000	40,165				
2010	143,000	35,113				
2011	141,000	29,973				
2012	43,000	26,565				
2013-2017	260,000	102,590				
2018-2022	274,000	40,641				
2023-2025	48,000	1,247				
Total	<u>\$ 1,173,000</u>	<u>\$ 321,237</u>				
Recreation District No. 4						
2008	99,000	9,223				
2009	106,000	5,635				
2010	108,000	1,890				
Total	<u>\$ 313,000</u>	<u>\$ 16,748</u>				
Recreation District No. 5						
2008	105,000	109,000				
2009	110,000	105,000				
2010	115,000	100,000				
2011	115,000	95,000				
2012	130,000	90,000				
2013-2017	740,000	354,000				
2018-2022	955,000	157,000				
2023-2025	150,000	4,000				
Total	<u>\$ 2,420,000</u>	<u>\$ 1,014,000</u>				
Atchafalaya Golf Course						
2008					115,305	17,427
2009					121,204	11,528
2010					147,808	3,847
2011					16,586	137
Total					<u>\$ 400,903</u>	<u>\$ 32,939</u>
St. Mary Parish Tourist Commission						
2008	90,000	60,593				
2009	95,000	57,468				
2010	100,000	53,980				
2011	105,000	50,186				
2012	110,000	46,100				
2013-2017	600,000	160,971				
2018-2019	430,000	29,865				
Total	<u>\$ 1,530,000</u>	<u>\$ 459,163</u>				
St. Mary Parish Assessor						
2008					3,659	-
Total					<u>\$ 3,659</u>	<u>\$ -</u>
Total Nonmajor Components	<u>\$ 11,325,370</u>	<u>\$ 3,554,421</u>	<u>\$ 272,807</u>	<u>\$ 160,194</u>	<u>\$ 404,562</u>	<u>\$ 32,939</u>
Total Component Units	<u>\$ 23,223,055</u>	<u>\$ 7,868,626</u>	<u>\$ 6,665,047</u>	<u>\$ 6,889,914</u>	<u>\$ 8,098,382</u>	<u>\$ 7,568,777</u>

NOTE 13 - LONG TERM DEBT (continued)

The Council and component units are subject to certain affirmative and negative covenants pursuant to their 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

At December 31, 2007, the Council has \$5,335,000 of outstanding bonds that are considered defeased.

NOTE 14 - 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.

In addition, the Council may assist a business by issuing Revenue Bonds in the business's behalf.

In 2007 the LEDC and the Council were assisting three local businesses under these programs.

In 2003, the Council through its component unit, the Industrial Development Board of the Parish of St. Mary, Louisiana, Inc. (I D Board), approved and issued \$4 million of Taxable Revenue Bonds in addition, LEDC provided a \$1.5 million economic development grant to the business through the Council. This was done to provide financial assistance to a business for the acquisition and construction of industrial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying leases. Upon repayment of the bonds, ownership of the acquired facilities transfers to the business served by the bond issuance. Neither the Council, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. In return for this assistance, the business is required to make lease payments to the Council sufficient to fully fund the \$4 million in debt and to create a specified number of new jobs. In 2004, the project was completed and all of the proceeds were funded to the private-sector entity. In 2007 the business made all required lease/bond payments, but failed to create the number of new jobs specified. The outstanding balance of the debt at December 31, 2007 was \$2,820,454.

NOTE 14 - CONDUIT DEBT OBLIGATION AND ECONOMIC DEVELOPMENT GRANTS
(continued)

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 2007.

In 2006, the Council and another business entered into an economic development award contract with LDC for \$168,000. 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 operating and expanding a business and creating certain jobs in the future. The LDC is responsible for reimbursing the Council for the purchase of the building and renovations up to \$168,000. 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 2007 renovations totaling \$81,948 were made by the Council and reimbursed by LDC.

In addition 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. Neither the Council, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

NOTE 15 - VENTURES WITH OTHER GOVERNMENTS

Council

The Council is participating in an agreement with the City of Franklin for the operation of sewerage facilities for the City and surrounding Parish areas. The City funded seventy percent of the total cost of the upgrade of \$1,100,000, and the Council funded the remaining thirty percent. 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 Sewer District No. 7. The fiscal year for the project ends April 30, 2007. Total revenues for the year ended April 30, 2007, were approximately \$329,000; total expenditures were approximately \$600,000. Separate balance sheet amounts are not readily available at year end.

NOTE 15 - VENTURES WITH OTHER GOVERNMENTS (continued)

The City maintains separate financial information for this project, which is included in its financial report for the year ended April 30, 2007, 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, 2007, which is available from the Clerk of the St. Mary Parish Council. Total revenues for the year ended September 30, 2007, were approximately \$7,000; total expenditures were approximately \$5,000. At September 30, 2007, total assets and fund balance were approximately \$18,000 each.

The Council entered into an agreement with the Town of Berwick, St. Mary Parish Wards 5 and 8 Joint Sewerage Commission (Commission), and the City of Patterson to repair the sewer system. The Commission is to pay invoices for the project components on a monthly basis and the contributing parties are to reimburse the Commission for their respective share of the cost incurred. The Council agreed to fund 45.20% of the costs and paid approximately \$52,000 in 2007.

Sewerage District No. 9

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

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

Water and Sewer Commission No. 2

All of the water sold by St. Mary Parish Water and Sewer Commission No. 2 (Commission) is obtained from Berwick-Bayou Vista Joint Waterworks Commission. The Berwick-Bayou Vista Joint Waterworks Commission was created and established with the sole responsibility and duty to maintain, operate, and administer the joint water treatment plant for the Commission and Town of Berwick. The water treatment plant was constructed and is owned by the Commission and the Town of Berwick, Louisiana. The Commission and the Town of Berwick appoint the

NOTE 15 - VENTURES WITH OTHER GOVERNMENTS (continued)

members of the Board of Commissioners for the Joint Waterworks Commission. The Commission's portion of the cost of the plant is carried in property, plant and equipment. Amounts reported as an investment in joint water works represents the Commission's equity in the joint venture. The following is a summary of selected financial information of the Berwick-Bayou Vista Joint Waterworks Commissions:

	Year Ended <u>9/30/07</u>
Total assets	\$861,841
Total liabilities	37,005
Total fund equity	861,841
Total revenues	654,592
Total expenditures	560,158
Net income	94,434

The Commission purchased \$251,735 of water from the Joint Waterworks Commission during the year.

NOTE 16- PENSION PLAN AND OTHER RETIREMENT BENEFITS

The Council and ten component units contribute to the Parochial Employees' Retirement System of Louisiana (Plan A), a cost sharing multiple-employer public employee retirement system administered by a Board of Trustees consisting of seven members. The System provides retirement and disability benefits, annual costs of living adjustments and death benefits to plan members and beneficiaries. The System was established by the Louisiana legislature by Act 205 of 1952 and revised by Act 765 of 1979. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by calling the Parochial Employees' Retirement System of Louisiana at (225) 928-1361. Plan members are required to contribute 9.50% of their annual covered salary and the employers are required to contribute at a rate established by the State Legislature. The current rate is 13.25% of annual payroll. The actual contributions to the System for the years ending 2007, 2006, and 2005 are approximately as follows and equal the required contributions for each year:

	<u>2007</u>	<u>2006</u>	<u>2005</u>
Primary Government	\$670,000	\$530,000	\$480,000
Component Units			
Consolidated Gravity Drainage			
District No. 1	36,000	31,000	35,000
Fairview Treatment Center	115,000	86,000	80,000
Claire House	55,000	44,000	39,000
St. Mary Parish Library	75,000	72,000	70,000
Sales & Use Tax Dept	40,000	35,000	33,000
Communications District	36,000	26,000	27,000
Atchafalaya Golf Commission	51,000	10,000	-
Four small component units	38,000	34,000	27,000

NOTE 16- PENSION PLAN AND OTHER RETIREMENT BENEFITS (continued)

Three component units contribute to the Parochial Employees' Retirement System of Louisiana (Plan B), a cost sharing multiple-employer public employee retirement system administered by a separate board of trustees. The system provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by calling the Parochial Employees' Retirement System of Louisiana at (225) 928-1361.

Plan members are required to contribute 3.0% of their annual covered salary in excess of \$1,200 and the employers are required to contribute at a rate established by the State Legislature. The current rate is 6.0% of annual payroll. The actual contributions to the System for the years ending 2007, 2006, and 2005 are approximately \$18,000, \$18,000, and \$15,000, respectively for Waterworks District No. 5 and \$11,000, \$28,000, and \$19,000 respectively for Waterworks District No. 6, and \$6,000, \$0, and \$0 for Water and Sewer Commission No. 4. The contributions equal the required contributions for each year.

Fire Protection District No. 3 contributed to the Louisiana Firefighters' Retirement System, a multiple-employer public employee retirement system administered by a separate board of trustees. The system provides retirement, disability, and death benefits to plan members and beneficiaries. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by writing to the Firefighter's Retirement System, Post Office Box 94095, Capitol Station, Baton Rouge, Louisiana 70804.

Plan members are required to contribute 8.0% of their annual covered salary and Fire District is required to contribute at a rate established by the State Legislature. The rate was 15.5% of annual payroll from October 31, 2006 to June 30, 2007, and 13.75% of annual payroll from July 31, 2007 to September 30, 2007. The actual contributions to the System for the years ending 2007, 2006, and 2005 are approximately \$13,000, \$14,000, and \$17,000, respectively, equal to the required contributions for each year.

The St. Mary Parish Assessor contributes to the Louisiana Assessor's Retirement System, a cost sharing multiple-employer defined benefit pension plan administered by a separate board of trustees. The System provides retirement, disability, and death benefits to plan members and beneficiaries. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by calling the Louisiana Assessor's Retirement System at (318) 425-4446.

Members of the Plan are required to contribute 8.0% of their annual covered salary and the employer is required to contribute at a rate established by the State Legislature. The current rate is 14% of annual payroll. The actual contributions to the System for the years ending 2007, 2006, and 2005 are approximately \$66,000, \$63,000, and \$66,000, respectively, equal to the required contributions each year.

NOTE 16- PENSION PLAN AND OTHER RETIREMENT BENEFITS (continued)

The St. Mary Parish Clerk of Court contributes to the Louisiana Clerks of Court Retirement and Relief Fund, a cost sharing multiple-employer defined benefit pension plan controlled and administered by a separate board of trustees. The System provides retirement, disability, and death benefits to plan members and beneficiaries. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by calling the Louisiana Clerks of Court Retirement and Relief Fund at (504) 293-1162.

Members of the Plan are required to contribute 8.25% of their annual covered salary and the employer is required to contribute at a rate established by the State Legislature. The current employer rate is 16.75% of annual payroll. The actual contributions to the System for the years ending 2007, 2006, and 2005 are approximately \$169,000, \$155,000, and \$136,000, respectively, equal to the required contributions for each year.

Three component units contribute to a SEP/IRA Retirement Plan. The employers contribute a percentage, determined by each component unit, of the gross wages of each qualified employee to their individual SEP/IRA Retirement Plan account on a monthly basis. The actual contributions to the Plan for the years ending 2007, 2006, and 2005 are approximately \$11,000, \$20,000, and \$20,000, respectively for Water and Sewer Commission No. 1, and \$12,000, \$12,000, and \$13,000, respectively for Water and Sewer Commission No. 2 and \$4,000, \$4,000 and \$4,000, respectively for Recreation District No. 3.

None of the other component units have significant retirement plans.

The Council and most component units are not responsible for other significant post retirement benefits to its former employees. The Clerk of Court does provide certain continuing health care and life insurance benefits to retired employees. Substantially, all the employees of the Clerk qualify for the benefits upon retirement. These benefits are funded through insurance. The Clerk recognizes the cost of these benefits when the insurance premiums are due. Costs for this was approximately \$82,000 in 2007 and \$67,000 in 2006.

NOTE 17 - COMMITMENTS

COUNCIL

In a prior year, the Council entered into a cooperative endeavor agreement with the State of Louisiana Facility Planning and Control (F P & C) of the Division of Administration to assist in the construction of a new \$13.2 million hospital facility for Hospital Service District No. 1 (Hospital). F P & C is providing funding of \$5 million to assist in the construction of the hospital facility. According to the agreement the Hospital is to own and operate the facility and to provide funding of \$8.2 million for its construction. Under the agreement the Council is only responsible for administering the \$5.0 funding from F P & C in behalf of the Hospital. Approximately \$4.7 of the F P & C grant has been received by the Council and used to fund a portion of the hospital facility construction costs, including approximately \$1.6 in 2007 and approximately \$3.1 in 2006.

NOTE 17 - COMMITMENTS (continued)

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 Law Enforcement District of the Parish of St. Mary, State of Louisiana (the District) and the Sheriff of St. Mary Parish, Louisiana (the Sheriff). Under this agreement, the Council will transfer a portion of the money received from the Belle to the Sheriff. The Sheriff is to provide additional law enforcement services and traffic control activities in certain areas. The Council is to pay the Sheriff an annual sum in the amount of \$450,000 which is to be paid on a monthly basis starting June 2007.

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.

COMPONENT UNITS

Water and Sewer Commission No. 2

The Commission plans to construct a sewerage line to an area of the District not previously served. The project is in the planning stages and is expected to cost approximately \$400,000. The Council has agreed to fund \$50,000 of the project. As of September 30, 2007, approximately \$23,000 has been expended on the project.

Sub-Gravity Drainage District No. 1 of Gravity Drainage District No. 2

The District entered into a cooperative endeavor agreement with the State of Louisiana to plan and construct a new pump station. The agreement estimates construction costs of \$1,400,000 of which the District is providing \$300,000 of matching funds. The state has funded approximately \$94,000 for the planning phase through the year ended September 30, 2007.

Recreation District No. 2

The District plans to construct new lighting of Ball Field No. 2 and associated electrical improvements. The total estimated cost of this project is \$160,000 of which \$30,000 was incurred through the year ended September 30, 2007.

NOTE 18 - 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 3 which includes approximately 39 acres is the main portion of the Parish landfill currently in operation. Area 3A which totals approximately 8 acres is restricted to receiving construction waste and debris and has been used primarily for debris from storms. Area 4 was permitted in late 2002 and it covers approximately 60 acres, it will begin operations in early 2008.

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. Recently management, with the assistance of consulting engineers, has estimated costs for closure of the landfill to be approximately \$10,180,000. Costs for postclosure care, monitoring, and containment have been estimated to be approximately \$1,904,000 (\$63,000 per year for thirty years).

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.

GASB No. 18 also requires that current costs be adjusted when changes in closure or post closure care plans or landfill operating conditions increase or decrease the estimated costs.

The permitting of Area 4 increased the landfill space by threefold. This increase in size increased the total estimated closure and post closure costs by approximately \$4,000,000. However, the area 4 expansion has allowed the Council to reduce the estimated closure and post closure costs to approximately \$3.00 per ton as compared to approximately \$5.00 per ton prior to the permit for the expansion.

As of December 31, 2007, the Council has recognized \$4,440,000 as the total estimated closure and post closure care costs based upon an estimated utilization of available usable landfill space as follows: Area 3 - 98%, Area 3A - 7%, and Area 4 - 0%. This leaves approximately \$7,644,000 of estimated closure and post closure care costs remaining to be recognized in future years.

It is estimated that the landfill will reach its capacity in approximately 34 years at the current rate of use.

NOTE 18 - 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 \$531,000 in cash and investments for closure or post closure care costs, which is reported as restricted assets on the balance sheet the Reduction and Transfer Fund.

NOTE 19 - RELATED PARTY

Between the Council and Component Units

The Council received payment from the St. Mary Parish Sales Tax Department of approximately \$10,000 for office rental payments in 2007.

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

St. Mary Parish Recreation District No. 3	\$88,000
St. Mary Parish Recreation District No. 4	52,000

Payments made to related parties from the Capital Improvements Fund for various projects for 2007, were as follows:

St. Mary Parish Hospital District No. 1	\$1,644,000
St. Mary Parish Recreation District No. 2	128,000
St. Mary Parish Sub Gravity Drainage District No. 1 of Gravity No. 2	87,000

Payments made to related parties from the Gaming Receipt Fund for various projects for 2007, were as follows:

St. Mary Parish Gravity Drainage District No. 6	\$9,000
St. Mary Parish Water & Sewer Commission No. 1	7,000

Payments made to related parties from the Sanitation Fund for sewer related projects for 2007, were as follows:

St. Mary Parish Water & Sewer Commission No. 4	\$59,000
St. Mary Parish Wards 5 & 8 Joint Sewerage Commission	42,000

NOTE 19 - RELATED PARTY (continued)

Payments made to related parties from the Wards 1,2,3,4,7 & 10 Sales Tax Fund for various projects for 2007, were as follows:

St. Mary Parish Water & Sewer Commission No. 4	\$5,000
St. Mary Parish Waterworks District No. 5	17,000

Payments from the Combined Sewer Construction Fund for sewer related projects to related parties for 2007 were as follows:

St. Mary Parish Sewerage District No. 5	\$383,000
St. Mary Parish Water & Sewer Commission No. 1	453,000
St. Mary Parish Water & Sewer Commission No. 2	330,000
St. Mary Parish Sewerage District No. 11	7,000
St. Mary Parish Wards 5 & 8 Joint Sewerage Commission	10,000
St. Mary Parish Water & Sewer Commission No. 4	259,000

See Note 11 for the balances in the various payable and receivable accounts at December 31, 2007.

Between Component Units

Hospital Service District No. 3 rents its facility to Fairview Treatment Center and Claire House for annual rentals of approximately \$121,000 and \$55,000 respectively.

NOTE 20 - RISK MANAGEMENT AND CONTINGENCIES

The Council and component units are exposed to various risks of loss related to torts, theft or damage to assets, errors and omissions, injuries to employees and natural disasters. In addition, the Council provides certain medical and health care to parish prisoners. The Council and component units have purchased commercial insurance to protect against loss from most of these perils. However, it is the policy of the Council to retain the risk of loss related to the costs of health care benefits for prisoners.

During the year ended December 31, 1996, the Council adopted the provisions of GASB Statement No. 10, which establishes accounting and reporting standards for risk and insurance related activities of governmental entities. In accordance with the provisions of this statement, 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 uses a combination of past history and specific claim analysis to estimate its liability for unpaid claims. The Council does not discount the amount of claims to present value, nor has the Council purchased any annuity contracts to settle estimated liabilities.

NOTE 20 - RISK MANAGEMENT AND CONTINGENCIES (continued)

Changes in the Council's estimated claims liabilities for years ended December 31, 2006 and 2007 were:

Liability balance, Jan. 1, 2006	\$18,000
Claims & changes in estimate	301,000
Claims paid	(304,000)
Liability balance, Dec. 31, 2006	15,000
Claims & changes in estimate	283,000
Claims paid	(278,000)
Liability balance, Dec. 31, 2007	<u>\$ 20,000</u>

The total expenditures reported by the Council for claims related to retained risk for the year ended December 31, 2007 totaled \$283,000.

The Council is subject to three lawsuits, the Council intends to defend itself vigorously against all these claims. The Council believes that its exposure to liability in two of these suits, if any, after applicable insurance coverage, if needed, is not significant. In the third action, the plaintiff seeks approximately \$1.1 million from the Council. Because discovery has not yet begun in this claim, management and its legal counsel cannot yet predict an outcome, nor an estimate of liability, if any. Accordingly, no liability is reflected in these financial statements for these claims.

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.

NOTE 21 - CONCENTRATIONS - Component Units

Fairview Treatment Center and Claire House receive 96% and 100%, respectively, of their operating revenues from federal grants.

Waterworks District No. 5 Services two carbon black plants which are major customers. From one, the district receives 27% of its operating revenues and from the other, it receives 10% of its operating revenues.

NOTE 21 - CONCENTRATIONS - Component Units (continued)

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

Medicare	21%
Medicaid	20%
Commercial and other third -party payors	<u>59%</u>
	100%

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

The Communication District’s revenues are in the form of communications and cellular tax. The communications and cellular taxes accounted for approximately 40% and 57% respectively of the District’s total revenues.

Hospital Service District No. 3 rents its facility to three entities. The three entities account for 100% of the District’s rental income. Fairview Treatment Center accounts for 51%, the Drug Court 26%, and Claire House 23% of total rental income.

The St. Mary Parish Tourist Commission receives 84% of its revenues from the Hotel-motel tax.

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

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.

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).

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
December 31, 2007

	Special Revenue <u>Funds</u>	Debt Service <u>Funds</u>	Capital Projects <u>Funds</u>	Total Nonmajor Governmental <u>Funds</u>
ASSETS				
Cash and cash equivalents	\$335,209	\$1,802,429		\$2,137,638
Investments	959,253	1,047,260		2,006,513
Receivables (net of allowances for uncollectibles)	94,946	179,739		274,685
Due from other governments	543,075	712,113		1,255,188
Due from other funds		-		-
Advance to other funds	1,412,400	1,090,249	\$805,922	3,308,571
Total assets	<u>\$3,344,883</u>	<u>\$4,831,790</u>	<u>\$805,922</u>	<u>\$8,982,595</u>
 LIABILITIES AND FUND EQUITY				
Liabilities				
Accounts payable	\$207,468	\$513		\$207,981
Contracts payable	21,239			21,239
Accrued liabilities	1,385			1,385
Deferred revenue	7,154	35,425		42,579
Due to other governments	-			-
Due to other funds	-			-
Advance from other funds	662,629	153,310	-	815,939
Total liabilities	<u>899,875</u>	<u>189,248</u>	<u>-</u>	<u>1,089,123</u>
 Fund equity				
Fund balances				
Reserved for non-current portion of receivables		268,276		268,276
Reserved for debt service		2,674,401		2,674,401
Reserved for rental assistance	113,941			113,941
Unreserved - undesignated	2,331,067	1,699,865	805,922	4,836,854
Total fund equity	<u>2,445,008</u>	<u>4,642,542</u>	<u>805,922</u>	<u>7,893,472</u>
Total liabilities and fund equity	<u>\$3,344,883</u>	<u>\$4,831,790</u>	<u>\$805,922</u>	<u>\$8,982,595</u>

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds - By Fund Type
 For the Year Ending December 31, 2007

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes				
Sales and use	\$1,704,242	\$2,043,252		\$3,747,494
Ad Valorem		363,515		363,515
Intergovernmental revenues				
Federal grants	1,098,759			1,098,759
State Revenue Sharing		74		74
State funds				
State grants	690,525			690,525
Local grants		7,425		7,425
Riverboat fees	1,565,753			1,565,753
Chitimacha tribal grant	750,000			750,000
Special assessments		34,629		34,629
Licenses & Permits	21,772			21,772
Fees, Charges, & Commission	476,949			476,949
Investment earnings & interest	92,145	182,017	\$26,458	300,620
Other revenues	2,290			2,290
Total revenues	<u>6,402,435</u>	<u>2,630,912</u>	<u>26,458</u>	<u>9,059,805</u>
EXPENDITURES				
Current:				
General government	273,342	1,459		274,801
Public safety	1,704,197			1,704,197
Public works	377,238			377,238
Culture & Recreation	359,547			359,547
Sanitation	17,000			17,000
Health & Welfare	1,549,813			1,549,813
Urban redevelopment & housing				
Economic development & assistance	10,000			10,000
Miscellaneous				
Capital outlay	241,304			241,304
Debt service				
Principal		2,877,213		2,877,213
Interest		1,241,382		1,241,382
Fees		6,498		6,498
Total expenditures	<u>4,532,441</u>	<u>4,126,552</u>	<u>-</u>	<u>8,658,993</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,869,994</u>	<u>(1,495,640)</u>	<u>26,458</u>	<u>400,812</u>
OTHER FINANCING SOURCES				
Proceeds from bonds				
Operating transfers in	326,167	2,259,950	19,455	2,605,572
Operating transfers out	(1,170,727)	(1,570,000)		(2,740,727)
Total other financing sources (uses)	<u>(844,560)</u>	<u>689,950</u>	<u>19,455</u>	<u>(135,155)</u>
Excess of revenues and other sources over expenditures and other uses	<u>1,025,434</u>	<u>(805,690)</u>	<u>45,913</u>	<u>265,657</u>
Fund balance at beginning of year as previously stated	1,431,379	5,448,232	760,009	7,639,620
Prior period adjustment	(11,805)			(11,805)
Fund balance at beginning of year as adjusted	<u>1,419,574</u>	<u>5,448,232</u>	<u>760,009</u>	<u>7,627,815</u>
Fund balance at end of year	<u>\$2,445,008</u>	<u>\$ 4,642,542</u>	<u>\$805,922</u>	<u>\$7,893,472</u>

ST. MARY PARISH COUNCIL
COMBINING FINANCIAL STATEMENTS & BUDGETARY COMPARISON SCHEDULES
NON-MAJOR SPECIAL REVENUE FUNDS

GAMING RECEIPT FUND

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

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.

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.

HURRICANE LILI FUND

The Hurricane Lili Fund accounts for money to be received from FEMA for expenditures incurred as a result of damages sustained due to Hurricane Lili. This fund had no activity for the year.

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 FUND

The Job Readiness 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.

LOCAL LAW ENFORCEMENT BLOCK GRANT

The Law Enforcement Block Grant fund accounts for the proceeds and expenditures resulting from this grant from the U.S. Department of Justice. This fund had no activity for the year.

16th JUDICIAL DISTRICT DRUG COURT - BYRNE FEDERAL GRANT FUND

The 16th Judicial District Drug Court - Byrne Federal Grant fund is used to account for a Federal grant and matching local funds to conduct drug courts in St. Mary Parish. This fund had no activity for the year.

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.

DRUG COURT ENHANCEMENT FUND

The Drug Court Enhancement Fund is used to account for the proceeds and expenditures resulting from a grant from the Louisiana Commission on Law Enforcement. This grant is used to support the drug court program. This fund had no activity during the year.

JUVENILE INCENTIVE BLOCK GRANT

The Juvenile Incentive Block Grant fund is used to account for Federal grant funds used to provide early intervention with at-risk adolescents who currently manifest behaviors that may produce future criminal activity. This fund had no activity for the year.

HOUSING PROGRAM

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

LCDBG PROGRAM

The Louisiana Community Development Block Grant (LCDBG) Program is used to account for revenue and expenditures of a federal grant received for housing rehabilitation/replacement in the Gumpoint Lane/Thomas Street area of the Parish.

ST. MARY PARISH COUNCIL

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 December 31, 2007

	Gaming Receipt Fund	Community Grant Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Hurricane Lift Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Fund
ASSETS								
Cash and cash equivalents		\$210,099	\$63,213	\$71,332		\$344		
Investments	824,045	110		66,695			\$10,396	\$14,507
Accounts Receivable			59,290	68,970		226,057	185,320	
Due from other governments		177,484	230,348	158,457	124,939		128,949	36,434
Advance to other funds		\$387,693	\$352,851	\$365,454	124,939	\$226,401	\$324,665	\$50,941
Total assets	\$824,045							
LIABILITIES AND FUND EQUITY								
Liabilities								
Accounts payable	72,167	\$2,989	\$4,027	\$11,127		\$101,599	\$15,469	
Contracts payable	6,899			14,340				
Accrued liabilities				529				
Deferred revenue								
Due to other governments								
Due to other funds								
Advance from other funds	177,484					302,798	171,664	
Total liabilities	256,550	2,989	4,027	25,996	-	404,397	187,133	
Fund equity (deficit)								
Fund balances (deficits)								
Reserved for rental assistance								50,941
Unreserved - undesignated	567,495	384,704	348,824	339,458	124,939	(177,996)	137,532	
Total fund equity (deficit)	567,495	384,704	348,824	339,458	124,939	(177,996)	137,532	50,941
Total liabilities and fund equity	\$824,045	\$387,693	\$352,851	\$365,454	\$124,939	\$226,401	\$324,665	\$50,941

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 December 31, 2007

	Boat Landing Funds							
	Boat Landing Permit Fund	Lawrence J. Michel, Jr. Memorial Fund	Joe C. Russo Fund	Jesse Fontenot Memorial Fund	Marcel Fund	Quintana Fund	Jessie B. Hayes Memorial Fund	Burguieres Landing Fund
ASSETS								
Cash and cash equivalents	\$400					\$900		\$300
Investments	80			\$31				
Accounts Receivable								
Due from other governments	145,285	\$31,538	\$10,881	102,844	\$78,968	146,508	\$25,137	14,347
Advance to other funds	\$145,765	\$31,538	\$10,881	\$102,875	\$78,968	\$147,506	\$25,137	\$14,647
Total assets								
LIABILITIES AND FUND EQUITY								
Liabilities								
Accounts payable							\$90	
Accrued liabilities								
Deferred revenue								
Due to other governments								
Due to other funds								
Advance from other funds								
Total liabilities							90	
Fund equity (deficit)								
Fund balances (deficits)								
Reserved for rental assistance	145,765	31,538	10,881	102,875	78,968	147,416	25,137	14,647
Unreserved - undesignated	145,765	31,538	10,881	102,875	78,968	147,416	25,137	14,647
Total fund equity (deficit)	\$145,765	\$31,538	\$10,881	\$102,875	\$78,968	\$147,506	\$25,137	\$14,647
Total liabilities and fund equity								

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 December 31, 2007

	Local Law Enforcement Block Grant Fund	16th Judicial Drug Court, Byrne Federal Grant Fund	Local Law Enforcement Block Grant Fund # 2	Drug Court Enhancement Fund	Juvenile Incentive Block Grant	Housing Program	LCDBG Program	Total Nonmajor Special Revenue Funds
ASSETS								
Cash and cash equivalents	\$3,102			\$11		\$119,856	\$541	\$335,209
Investments			\$3,348					959,253
Accounts Receivable			3,438					94,946
Due from other governments								543,075
Advance to other funds		\$281						1,412,400
Total assets	<u>\$3,102</u>	<u>\$281</u>	<u>\$6,786</u>	<u>\$11</u>	<u>-</u>	<u>\$119,856</u>	<u>\$541</u>	<u>\$3,344,883</u>
LIABILITIES AND FUND EQUITY								
Liabilities								
Accounts payable								\$207,468
Accrued liabilities			\$856					21,239
Deferred revenue	\$1,239					\$5,915		1,385
Due to other governments								7,154
Due to other funds								-
Advance from other funds			6,671		\$4,012			662,629
Total liabilities	<u>1,239</u>	<u>-</u>	<u>7,527</u>	<u>-</u>	<u>4,012</u>	<u>5,915</u>	<u>-</u>	<u>899,875</u>
Fund equity (deficit)								
Fund balances (deficits)								
Reserved for rental assistance	1,863	\$281	(741)	\$11	(4,012)	113,941	\$541	113,941
Unreserved - undesignated	1,863	281	(741)	11	(4,012)	113,941	541	2,331,067
Total fund equity (deficit)	<u>\$3,102</u>	<u>\$281</u>	<u>\$6,786</u>	<u>\$11</u>	<u>-</u>	<u>\$119,856</u>	<u>\$541</u>	<u>2,445,008</u>
Total liabilities and fund equity								<u>\$3,344,883</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, 2007

	Gaming Receipt Fund	Community Grant Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Hurricane Lift Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court Fund	Job Readiness Fund
REVENUES								
Taxes			\$355,767	\$374,686		\$973,789		
Sales and use								\$56,938
Intergovernmental revenues							\$482,841	
Federal grants								
State funds								
State grants				66,695			608,420	15,410
Riverboat fees	\$1,565,753	\$750,000						
Chitimacha tribal grant								
Licenses & Permits								
Fees, Charges, & Commission	38,376	13,813	11,936	16,667		401,194 (8,475)	28,079	463
Investment earnings & interest								
Other revenues	1,604,129	763,813	367,703	458,048		1,366,508	1,119,340	72,811
Total revenues								
EXPENDITURES								
Current:								
General government	214,167							
Public safety	302,500	125,000	16,000	48,523		1,212,174		
Public works	35,152	169,360	49,032	123,694				
Sanitation				17,000				
Culture & Recreation	18,000		190,384	134,312				
Health & Welfare	44,723	3,700					1,110,575	21,870
Urban redevelopment & housing								
Economic development & assistance				10,000				
Miscellaneous								
Capital outlay	53,130			146,243			5,400	
Total expenditures	667,672	298,060	255,416	484,772		1,212,174	1,115,975	
Excess (deficiency) of revenues over (under) expenditures	936,457	465,753	112,287	(26,724)		154,334	3,365	50,941
OTHER FINANCING SOURCES								
Operating transfers in								
Operating transfers out	(370,000)	(253,140)				316,650 (538,070)		
Total other financing sources (uses)	(370,000)	(253,140)				(221,420)		
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	566,457	212,613	112,287	(26,724)		(67,086)	3,365	
Fund balance (deficits) at beginning of year as previously stated	1,038	172,091	236,537	366,182	\$124,939	(110,910)	134,167	
Prior period adjustment								
Fund balance (deficits) at beginning of year as adjusted	1,038	172,091	236,537	366,182	124,939	(110,910)	134,167	
Fund balance (deficits) at end of year	\$567,495	\$384,704	\$348,824	\$339,458	\$124,939	(\$177,996)	\$137,532	\$0,941

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, 2007

	Boat Landing Funds							
	Boat Landing Permit Fund	Lawrence J. Michel, Jr. Memorial Fund	Joe C. Russo Fund	Jesse Fontenot Memorial Fund	Marcel Fund	Quintana Fund	Jessie B. Hayes Memorial Fund	Burguieres Landing Fund
REVENUES								
Taxes								
Sales and use								
Intergovernmental revenues								
Federal grants				\$56,600				
State funds								
State grants								
Riverboat fees								
Chitimacha tribal grant	\$21,772							
Licenses & Permits		\$1,401	\$3,986	\$12,724	\$8,280	\$16,919	\$1,440	\$2,926
Fees, Charges, & Commission	5,008	1,060	385	3,570	2,593	4,750	841	435
Investment earnings & interest			2,115					
Other revenues			6,486	72,894	10,873	21,669	2,281	3,561
Total revenues	26,780	2,461						
EXPENDITURES								
Current:								
General government								
Public safety								
Public works								
Sanitation								
Culture & Recreation	13,250				960	2,581	60	
Health & Welfare								
Urban redevelopment & housing								
Economic development & assistance								
Miscellaneous			16,975					
Capital outlay	13,250		16,975	19,556	960	2,581	60	
Total expenditures	13,530	2,461	(10,489)	53,338	9,913	19,088	2,221	3,361
Excess (deficiency) of revenues over (under) expenditures	(9,517)							
OTHER FINANCING SOURCES								
Operating transfers in			9,517					
Operating transfers out								
Total other financing sources (uses)			9,517					
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	4,013	2,461	(972)	53,338	9,913	19,088	2,221	3,361
Fund balance (deficits) at beginning of year as previously stated	141,752	29,077	11,853	49,537	69,055	128,328	22,916	11,286
Prior period adjustment								
Fund balance at beginning of year as adjusted	141,752	29,077	11,853	49,537	69,055	128,328	22,916	11,286
Fund balance (deficits) at end of year	\$145,765	\$31,538	\$10,881	\$102,875	\$78,968	\$147,416	\$25,137	\$14,647

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, 2007

	Local Law Enforcement Block Grant Fund	16th Judicial Dist. Drug Court Byrne Grant Fund	Local Law Enforcement Block Grant # 2 Fund	Drug Court Enhancement Fund	Juvenile Incentive Block Grant	Housing Program	LCDBG Program	Total Nonmajor Special Revenue Funds
REVENUES								
Taxes								\$1,704,242
Sales and use								
Intergovernmental revenues								\$1,098,759
Federal grants			\$40,053		\$9,793	\$452,534		\$690,525
State funds								\$1,565,753
State grants								\$750,000
Riverboat fees								\$21,772
Chitimacha Tribal Grant								\$476,949
Licenses & Permits								\$92,145
Fees, Charges, & Commission								\$2,290
Investment earnings & interest						723		
Other revenues			175					
Total revenues	-	-	40,228	-	9,793	453,257	-	6,402,435
EXPENDITURES								
Current:								
General government			43,334		10,841			273,342
Public safety								1,704,197
Public works								377,238
Sanitation								17,000
Culture & Recreation								359,547
Health & Welfare						368,945		1,549,813
Urban redevelopment & housing								10,000
Economic development & assistance								
Miscellaneous								
Capital outlay								
Total expenditures	-	-	43,334	-	10,841	368,945	-	241,304
Excess (deficiency) of revenues over (under) expenditures			(3,106)		(1,048)	84,312		4,532,441
OTHER FINANCING SOURCES								
Operating transfers in								1,869,994
Operating transfers out								326,167
Total other financing sources (uses)								(1,170,727)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses			(3,106)		(1,048)	84,312		(844,560)
Fund balance (deficits) at beginning of year as previously stated	\$1,863	\$281	2,365	\$11	(\$2,964)	41,434	541	1,431,379
Prior period adjustment						(11,805)		(11,805)
Fund balance (deficits) at beginning of year as adjusted	1,863	281	2,365	11	(\$2,964)	29,629	541	1,419,574
Fund balance (deficits) at end of year	\$1,863	\$281	(\$741)	\$11	(\$4,012)	\$13,941	\$541	\$2,445,008

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, 2007

	<u>Original & Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES			
Riverboat fees	\$1,565,753	\$1,565,753	-
Investment earnings & interest	12,000	38,376	\$ 26,376
<i>Total revenues</i>	<u>1,577,753</u>	<u>1,604,129</u>	<u>26,376</u>
EXPENDITURES			
Current:			
General government	210,000	214,167	(4,167)
Public safety	320,500	302,500	18,000
Public works	65,000	35,152	29,848
Culture & Recreation	22,500	18,000	4,500
Health & Welfare	104,423	44,723	59,700
Capital outlay	30,000	53,130	(23,130)
<i>Total expenditures</i>	<u>752,423</u>	<u>667,672</u>	<u>84,751</u>
Excess (deficiency) of revenues over (under) expenditures	<u>825,330</u>	<u>936,457</u>	<u>111,127</u>
OTHER FINANCING SOURCES			
Operating transfers out			
Certificates of Indebtedness Sinking Fund	<u>(370,000)</u>	<u>(370,000)</u>	-
<i>Total other financing sources (uses)</i>	<u>(370,000)</u>	<u>(370,000)</u>	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	455,330	566,457	111,127
Fund balance at beginning of year	<u>-</u>	<u>1,038</u>	
Fund balance at end of year	<u>\$ 455,330</u>	<u>\$567,495</u>	<u>\$111,127</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Community Grant Fund
For the Year Ended December 31, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Chitimacha tribal grant	\$1,125,000	\$750,000	\$750,000	
Investment earnings & interest	5,000	5,000	13,813	\$8,813
Total revenues	<u>1,130,000</u>	<u>755,000</u>	<u>763,813</u>	<u>8,813</u>
EXPENDITURES				
Current:				
Public safety				
Sheriff	131,250	87,500	43,750	43,750
Culture & Recreation				
City of Franklin	56,250	37,500	18,750	18,750
Town of Berwick	18,750	12,500	6,250	6,250
City of Patterson	18,750	12,500	6,250	6,250
Town of Baldwin	131,250	87,500	43,750	43,750
City of Morgan City	18,750	12,500	6,250	6,250
Public works				
Street lighting	32,578	32,578	32,659	(81)
Town of Baldwin	163,403	163,403	136,701	26,702
Health & Welfare	32,390	32,390	3,700	28,690
Total expenditures	<u>603,371</u>	<u>478,371</u>	<u>298,060</u>	<u>180,311</u>
Excess (deficiency) of revenues over (under) expenditures	<u>526,629</u>	<u>276,629</u>	<u>465,753</u>	<u>189,124</u>
OTHER FINANCING SOURCES				
Operating transfers out				
Capital Improvement Fund	(168,750)	(23,000)	(23,000)	
Certificates of Indebtedness Sinking Fund	(399,097)	(278,057)	(210,684)	67,373
Transfer to Spine Road Construction		(18,804)	(19,456)	(652)
Total other financing sources (uses)	<u>(567,847)</u>	<u>(319,861)</u>	<u>(253,140)</u>	<u>66,721</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(41,218)	(43,232)	212,613	255,845
Fund balance at beginning of year	<u>183,828</u>	<u>171,728</u>	<u>172,091</u>	
Fund balance at end of year	<u>\$142,610</u>	<u>\$128,496</u>	<u>\$384,704</u>	<u>\$255,845</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Wards 5 & 8 Sales Tax Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$280,000	\$350,000	\$355,767	\$5,767
Investment earnings & interest	4,250	9,750	11,936	2,186
Total revenues	<u>284,250</u>	<u>359,750</u>	<u>367,703</u>	<u>7,953</u>
EXPENDITURES				
Current:				
General government	3,300			
Public safety				
Fire fighting	10,000	20,500	16,000	4,500
Public works				
Street lighting	40,000	40,000	47,867	(7,867)
Wax Lake East Drainage District	5,000	5,000	1,165	3,835
Other		50,000		50,000
Culture & Recreation				
Bayou Vista Recreation Area	35,700	41,700	42,644	(944)
Town of Berwick		3,000	3,000	
Atchafalaya at Idlewild Golf		3,838	3,838	
Recreation District #3	65,000	88,200	88,052	
Recreation District #4	50,000	52,000	52,000	
Other	1,700	1,700	850	850
Total expenditures	<u>210,700</u>	<u>305,938</u>	<u>255,416</u>	<u>50,374</u>
Excess (deficiency) of revenues over (under) expenditures	73,550	53,812	112,287	58,327
Fund balance at beginning of year	<u>152,107</u>	<u>236,537</u>	<u>236,537</u>	
Fund balance at end of year	<u>\$225,657</u>	<u>\$290,349</u>	<u>\$348,824</u>	<u>\$58,327</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Wards 1, 2, 3, 4, 7, & 10 Sales Tax Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$305,000	\$360,000	\$374,686	\$14,686
Intergovernmental revenues				
State grants		66,695	66,695	
Investment earnings & interest	8,200	16,200	16,667	467
Total revenues	<u>313,200</u>	<u>442,895</u>	<u>458,048</u>	<u>15,153</u>
EXPENDITURES				
Current:				
General government		5,000	5,000	
Public safety				
Fire fighting	50,523	50,523	38,523	12,000
Adult Correctional Institute	7,500	10,500	10,000	500
Public works				
Sidewalks & crosswalks	10,000	10,000		10,000
Street lighting	100,300	105,500	123,694	(18,194)
Sewerage	27,000	54,000		54,000
Sanitation		17,000	17,000	
Culture & Recreation				
Administrative	6,500	6,500	6,522	(22)
Elizabeth B. Davis Park	77,476	77,476	19,268	58,208
Hebert-Washington Park	38,213	38,213	27,039	11,174
City of Franklin	15,333	43,333	31,333	12,000
Baldwin & Charenton Recreation	137,622	26,600	3,500	23,100
St. Joseph Recreation Area		18,047	18,047	
Other		43,000	28,603	14,397
Health & Welfare				
Economic development & assistance		10,000	10,000	
Capital outlay				
Centerville Park		145,677	146,243	(566)
Sorrell Park		33,000		33,000
Total expenditures	<u>470,467</u>	<u>694,369</u>	<u>484,772</u>	<u>209,597</u>
Excess (deficiency) of revenues over (under) expenditures	(157,267)	(251,474)	(26,724)	224,750
Fund balance at beginning of year	<u>252,130</u>	<u>366,182</u>	<u>366,182</u>	
Fund balance at end of year	<u>\$94,863</u>	<u>\$114,708</u>	<u>\$339,458</u>	<u>\$224,750</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Jail Operating & Maintenance Fund
 For the Year Ended December 31, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$750,000	\$990,000	\$973,789	(\$16,211)
Fees, Charges, & Commission	512,500	414,500	401,194	(13,306)
Investment earnings & interest	(10,500)	(10,500)	(8,475)	2,025
Total revenues	<u>1,252,000</u>	<u>1,394,000</u>	<u>1,366,508</u>	<u>(27,492)</u>
EXPENDITURES				
Current:				
Public safety				
Administration	76,500	93,005	75,246	17,759
Adult Correctional Institution	622,638	796,638	870,971	(74,333)
Cost for Juvenile Prisoners	115,000	70,000	83,061	(13,061)
Adult Correctional Institution - Morgan City Jail	100,000	166,000	182,896	(16,896)
Total expenditures	<u>914,138</u>	<u>1,125,643</u>	<u>1,212,174</u>	<u>(86,531)</u>
Excess of revenues over expenditures	<u>337,862</u>	<u>268,357</u>	<u>154,334</u>	<u>(114,023)</u>
OTHER FINANCING SOURCES				
Operating transfers in				
General Fund	93,295	373,890	316,650	57,240
Operating transfers out				
Jail Sinking Fund	(506,035)	(506,035)	(512,448)	6,413
Jail Reserve Fund	(25,302)	(25,302)	(25,622)	320
Total other financing sources (uses)	<u>(438,042)</u>	<u>(157,447)</u>	<u>(221,420)</u>	<u>63,973</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(100,180)</u>	<u>110,910</u>	<u>(67,086)</u>	<u>(50,050)</u>
Fund balance at beginning of year	<u>100,180</u>	<u>(110,910)</u>	<u>(110,910)</u>	<u> </u>
Fund balance (deficit) at end of year	<u> -</u>	<u> -</u>	<u>(\$177,996)</u>	<u>(\$50,050)</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 16th JDC - St. Mary Parish Drug Court
 For the Year Ended December 31, 2007

	<u>Original & Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES			
Federal grant		\$482,841	\$482,841
State grant	\$1,094,625	608,420	(486,205)
Patient fees	40,000	28,079	(11,921)
Total revenues	<u>1,134,625</u>	<u>1,119,340</u>	<u>(15,285)</u>
EXPENDITURES			
Current			
Health and welfare			
Personal services and benefits	684,734	656,203	28,531
Travel	24,462	39,268	(14,806)
Operating services	141,013	117,410	23,603
Supplies	28,541	26,259	2,282
Professional services	178,475	186,232	(7,757)
Lab fees	72,000	78,203	(6,203)
Bad debts		7,000	(7,000)
Capital Outlay	<u>5,400</u>	<u>5,400</u>	-
Total expenditures	<u>1,134,625</u>	<u>1,115,975</u>	<u>18,650</u>
Excess of revenues over expenditures	<u>-</u>	<u>3,365</u>	<u>3,365</u>
OTHER FINANCING SOURCES			
Operating transfer out			
Juvenile Incentive Block Grant	<u>(4,075)</u>		<u>(4,075)</u>
Total other financing sources (uses)	<u>(4,075)</u>	<u>-</u>	<u>(4,075)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(4,075)	3,365	7,440
Fund balance at beginning of year	<u>121,820</u>	<u>134,167</u>	<u>12,347</u>
Fund balance at end of year	<u>\$ 117,745</u>	<u>\$ 137,532</u>	<u>\$ 19,787</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Job Readiness
 For the Year Ended December 31, 2007

	<u>Original & Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES			
Intergovernmental Revenues			
Federal Grants	\$ 39,430	\$ 56,938	\$ 17,508
State Grants	11,259	15,410	4,151
Local Grants	10,000		(10,000)
Interest Earnings		463	463
Total Revenues	<u>60,689</u>	<u>72,811</u>	<u>12,122</u>
EXPENDITURES			
Current:			
Health & Welfare	<u>25,439</u>	<u>21,870</u>	<u>3,569</u>
Total expenditures	<u>25,439</u>	<u>21,870</u>	<u>3,569</u>
Excess (deficiency) of revenues over (under) expenditures	<u>35,250</u>	<u>50,941</u>	<u>8,553</u>
Fund balance (deficits) at the beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficits) at the end of year	<u>\$ 35,250</u>	<u>\$ 50,941</u>	<u>\$ 8,553</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Boat Landing Permit Fund
For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Licenses & Permits	\$21,000	\$21,000	\$21,772	\$772
Investment earnings & interest	3,000	3,000	5,008	2,008
Total revenues	<u>24,000</u>	<u>24,000</u>	<u>26,780</u>	<u>2,780</u>
EXPENDITURES				
Current:				
Culture & Recreation	125	13,375	13,250	125
Total expenditures	<u>125</u>	<u>13,375</u>	<u>13,250</u>	<u>125</u>
Excess of revenues over expenditures	<u>23,875</u>	<u>10,625</u>	<u>13,530</u>	<u>2,905</u>
OTHER FINANCING SOURCES				
Operating transfers out				
Joe C. Russo Boat Landing Fund		(9,517)	(9,517)	
Total other financing sources (uses)	<u>-</u>	<u>(9,517)</u>	<u>(9,517)</u>	<u>-</u>
Excess of revenues and other sources over expenditures and other uses	23,875	1,108	4,013	2,905
Fund balance at beginning of year	<u>138,099</u>	<u>141,752</u>	<u>141,752</u>	
Fund balance at end of year	<u>\$161,974</u>	<u>\$142,860</u>	<u>\$145,765</u>	<u>\$2,905</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Lawrence J. Michel, Jr. Memorial Boat Landing Fund
For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Fees, Charges, & Commission	\$1,500	\$1,500	\$1,401	(\$99)
Investment earnings & interest	650	950	1,060	110
Total revenues	<u>2,150</u>	<u>2,450</u>	<u>2,461</u>	<u>11</u>
EXPENDITURES				
Culture & Recreation	<u>28,517</u>			
Total expenditures	<u>28,517</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(26,367)	2,450	2,461	11
Fund balance at beginning of year	<u>28,517</u>	<u>29,077</u>	<u>29,077</u>	
Fund balance at end of year	<u><u>\$2,150</u></u>	<u><u>\$31,527</u></u>	<u><u>\$31,538</u></u>	<u><u>\$11</u></u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Joe C. Russo Boat Landing Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$4,000	\$4,000	\$3,986	(\$14)
Investment earnings & interest	300	300	385	85
Other revenues		2,115	2,115	-
Total revenues	<u>4,300</u>	<u>6,415</u>	<u>6,486</u>	<u>71</u>
EXPENDITURES				
Current:				
Culture & Recreation				
Capital outlay	16,210	23,785	16,975	6,810
Total expenditures	<u>16,210</u>	<u>23,785</u>	<u>16,975</u>	<u>6,810</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,910)</u>	<u>(17,370)</u>	<u>(10,489)</u>	<u>6,881</u>
OTHER FINANCING SOURCES				
Operating transfers in				
Boat Landing Permit Fund		9,517	9,517	
Total other financing sources (uses)	<u>-</u>	<u>9,517</u>	<u>9,517</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(11,910)</u>	<u>(7,853)</u>	<u>(972)</u>	<u>6,881</u>
Fund balance at beginning of year	<u>15,910</u>	<u>11,853</u>	<u>11,853</u>	
Fund balance at end of year	<u><u>\$4,000</u></u>	<u><u>\$4,000</u></u>	<u><u>\$10,881</u></u>	<u><u>\$6,881</u></u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Jesse Fontenot Memorial Boat Landing Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Intergovernmental revenues				
Federal grants			\$56,600	\$56,600
Fees, Charges, & Commission	\$12,000	\$12,000	12,724	724
Investment earnings & interest	1,500	3,200	3,570	370
Total revenues	<u>13,500</u>	<u>15,200</u>	<u>72,894</u>	<u>57,694</u>
EXPENDITURES				
Current:				
Culture & Recreation				
Capital outlay	47,843	24,802	19,556	5,246
Total expenditures	<u>47,843</u>	<u>24,802</u>	<u>19,556</u>	<u>5,246</u>
Excess (deficiency) of revenues over (under) expenditures	(34,343)	(9,602)	53,338	62,940
Fund balance at beginning of year	<u>46,343</u>	<u>49,537</u>	<u>49,537</u>	
Fund balance at end of year	<u><u>\$12,000</u></u>	<u><u>\$39,935</u></u>	<u><u>\$102,875</u></u>	<u><u>\$62,940</u></u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Marcel Boat Landing Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Fees, Charges, & Commission	\$7,400	\$7,400	\$8,280	\$880
Investment earnings & interest	1,500	2,300	2,593	293
Total revenues	<u>8,900</u>	<u>9,700</u>	<u>10,873</u>	<u>1,173</u>
EXPENDITURES				
Current:				
Culture & Recreation	68,765	960	960	-
Total expenditures	<u>68,765</u>	<u>960</u>	<u>960</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(59,865)	8,740	9,913	1,173
Fund balance at beginning of year	<u>67,265</u>	<u>69,055</u>	<u>69,055</u>	
Fund balance at end of year	<u><u>\$7,400</u></u>	<u><u>\$77,795</u></u>	<u><u>\$78,968</u></u>	<u><u>\$1,173</u></u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Quintana Boat Landing Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$14,000	\$15,600	\$16,919	\$1,319
Investment earnings & interest	3,000	4,200	4,750	550
Total revenues	<u>17,000</u>	<u>19,800</u>	<u>21,669</u>	<u>1,869</u>
EXPENDITURES				
Current:				
Culture & Recreation	123,370	2,492	2,581	(89)
Total expenditures	<u>123,370</u>	<u>2,492</u>	<u>2,581</u>	<u>(89)</u>
Excess (deficiency) of revenues over (under) expenditures	(106,370)	17,308	19,088	1,780
Fund balance at beginning of year	<u>123,370</u>	<u>128,328</u>	<u>128,328</u>	
Fund balance at end of year	<u>\$17,000</u>	<u>\$145,636</u>	<u>\$147,416</u>	<u>\$1,780</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Jessie B. Hayes Memorial Boat Landing Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Fees, Charges, & Commission	\$1,800	\$1,800	\$1,440	(\$360)
Investment earnings & interest	600	600	841	241
Total revenues	<u>2,400</u>	<u>2,400</u>	<u>2,281</u>	<u>(119)</u>
EXPENDITURES				
Current:				
Culture & Recreation	<u>23,805</u>	<u>60</u>	<u>60</u>	<u>-</u>
Total expenditures	<u>23,805</u>	<u>60</u>	<u>60</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(21,405)	2,340	2,221	(119)
Fund balance at beginning of year	<u>23,205</u>	<u>22,916</u>	<u>22,916</u>	
Fund balance at end of year	<u><u>\$1,800</u></u>	<u><u>\$25,256</u></u>	<u><u>\$25,137</u></u>	<u><u>(\$119)</u></u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Burguieres Boat Landing Fund
 For the Year Ended December 31, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Fees, Charges, & Commission	\$3,000	\$3,000	\$2,926	(\$74)
Investment earnings & interest	250	250	435	185
Total revenues	<u>3,250</u>	<u>3,250</u>	<u>3,361</u>	<u>111</u>
EXPENDITURES				
Current:				
Culture & Recreation	<u>11,094</u>	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>11,094</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(7,844)	3,250	3,361	111
Fund balance at beginning of year	<u>10,844</u>	<u>11,286</u>	<u>11,286</u>	<u> </u>
Fund balance at end of year	<u><u>\$3,000</u></u>	<u><u>\$14,536</u></u>	<u><u>\$14,647</u></u>	<u><u>\$111</u></u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Juvenile Incentive Block Grant
 For the Year Ended December 31, 2007

	Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental revenues			
Federal grants	\$10,000	\$9,793	(\$207)
Total revenues	<u>10,000</u>	<u>9,793</u>	<u>(207)</u>
EXPENDITURES			
Current:			
General government			
Computer Equipment	11,111	10,841	270
Total expenditures	<u>11,111</u>	<u>10,841</u>	<u>270</u>
Excess (deficiency) of revenues over (under) expenditures	(1,111)	(1,048)	63
OTHER FINANCING SOURCES			
Operating transfers in	4,075		(4,075)
Total other financing sources (uses)	<u>4,075</u>	<u>-</u>	<u>(4,075)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>2,964</u>	<u>(1,048)</u>	<u>(4,012)</u>
Fund balance at beginning of year	<u>(2,964)</u>	<u>(2,964)</u>	
Fund balance (deficit) at end of year	<u>-</u>	<u>(\$4,012)</u>	<u>(\$4,012)</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Housing Program
For the Year Ended December 31, 2007

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES			
Intergovernmental revenues			
Federal grants	\$407,866	\$452,534	\$44,668
Investment earnings & interest		723	723
Total revenues	<u>407,866</u>	<u>453,257</u>	<u>45,391</u>
EXPENDITURES			
Current:			
Health & Welfare			
Housing assistance payments	317,888	267,260	50,628
Administrative costs	<u>89,978</u>	<u>101,685</u>	<u>(11,707)</u>
Total expenditures	<u>407,866</u>	<u>368,945</u>	<u>38,921</u>
Excess (deficiency) of revenues over (under) expenditures	-	84,312	84,312
Fund balance at beginning of year as previously stated	-	41,434	41,434
Prior period adjustment	<u>-</u>	<u>(11,805)</u>	<u>(11,805)</u>
Fund balance at beginning of year as adjusted	<u>-</u>	<u>29,629</u>	<u>29,629</u>
Fund balance (deficit) at end of year	<u><u>-</u></u>	<u><u>\$113,941</u></u>	<u><u>\$113,941</u></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, and the 2003 bond issue totaling \$2,900,000. Any amounts accumulated in excess of debt service requirements can be used by the parish for any lawful purpose.

SALES TAX BOND RESERVE FUND 1996, 2003

The Sales Tax Bond Reserve Fund 1996, 2003 is a reserve fund required by the 2005 \$1,255,000 bond issue indenture and the 2003 \$2,900,000 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 \$6,250,000 2005 Sewerage Sales Tax Bond issue indenture and the \$3,750,000 2007 Sewerage Sales Tax Bond issue indenture.

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 2005 \$6,250,000 sewerage sales tax bond issue and 2006 \$3,750,000 sewerage sales tax bond issue.

LIBRARY GENERAL OBLIGATION 1996 SINKING FUND

The Library General Obligation Sinking Fund accounts for the transfer of ad valorem taxes from the Library Fund and payment of the 2005 \$1,105,000 and 2005 \$1,975,000 of general obligation bonds.

CERTIFICATES OF INDEBTEDNESS, (1997, 2000, 2002 A & B, and 2007 A & B) SINKING FUND

The Certificate of Indebtedness, (1997, 2000 and 2002 A & B) Fund accounts for the transfer of gaming receipts from the Gaming Receipt Fund and repayment of the \$3,000,000 Public Improvement Bonds and 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 payment of the \$3,000,000 Public Parks and Recreation Bonds, the \$800,000 Certificates of Indebtedness, the \$1,200,000 Public Building Bonds, the \$425,000 Certificates of Indebtedness, the \$75,000 Certificates of Indebtedness, and the \$300,000 Certificates of Indebtedness.

PAVING FUNDS

The Debt Service Paving Funds account for the financing of construction of street paving improvements along certain streets within the Parish with the property owners paying part of the cost.

JAIL SINKING FUND

The Jail Sinking Fund accounts for the payment of \$4,315,000 Series 2005 revenue 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 \$4,315,000 Series 2005 revenue refunding bonds.

ST. MARY PARISH COUNCIL

Combining Balance Sheet
 Nonmajor Debt Service Funds
 December 31, 2007

	Sales Tax Bond Sinking Fund	Sales Tax Bond Reserve Fund 2003, 1996	3/4% Sales Tax Bond Reserve Fund	3/4% Sales Tax Bond Sinking Fund	St. Mary Parish Library Gen. Oblig. 96 Sinking Fund	Certificates of Indebtedness Sinking Fund	Paving Series N Fund
ASSETS							
Cash and cash equivalents		\$528,527	\$306,350	\$175,000	\$167,893	\$44,370	
Investments	\$544,678	197	501,362	707	316		
Receivables (net of allowances for uncollectibles)							\$62,639
Due from other governments	349,267				362,846		
Due from other funds	126,385		29,859	722,725	89,079		
Advance to other funds	\$1,020,330	\$528,724	\$837,571	\$898,432	\$620,134	\$44,370	\$62,639
Total assets							
LIABILITIES AND FUND EQUITY							
Liabilities							
Accounts payable				\$513			
Deferred revenue							27,274
Advance from other funds	124,432						27,274
Total liabilities	124,432			513			
Fund equity (deficit)							
Fund balances (deficits)							
Reserved for non-current portion of receivables	\$126,385			141,891			
Reserved for debt service	230,000	\$528,724	\$806,350	175,000	\$167,894	\$44,370	35,365
Unreserved - undesignated	539,513		31,221	581,028	452,240		
Total fund equity (deficit)	895,898	528,724	837,571	897,919	620,134	44,370	35,365
Total liabilities and fund equity	\$1,020,330	\$528,724	\$837,571	\$898,432	\$620,134	\$44,370	\$62,639

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
 Nonmajor Debt Service Funds
 December 31, 2007

	Paving Series O Fund	1995 Paving Jupiter Green Acres # 2	2002 Paving Delmar Pluto	Jail Sinking Fund	Jail Reserve Fund	Total Nonmajor Debt Service Funds
ASSETS						
Cash and cash equivalents				\$355,553	\$224,736	\$1,802,429
Investments						1,047,260
Receivables (net of allowances for uncollectibles)	\$69,316	\$8,281	\$39,502			179,739
Due from other governments						712,113
Due from other funds	7,533		18,805	95,863		0
Advance to other funds	\$76,849	\$8,281	\$58,308	\$451,416	\$224,736	\$4,831,790
Total assets						

LIABILITIES AND FUND EQUITY

Liabilities						
Accounts payable	\$10,678		\$24,747			\$513
Deferred revenue						35,425
Advance from other funds		\$1,604				153,310
Total liabilities	10,678	1,604	24,747			189,248
Fund equity (deficit)						
Fund balances (deficits)						
Reserved for non-current portion of receivables	66,171	6,677	33,561	\$355,553	\$224,736	268,276
Reserved for debt service				95,863		2,674,401
Unreserved - undesignated	66,171	6,677	33,561	451,416	224,736	1,699,865
Total fund equity (deficit)	\$76,849	\$8,281	\$58,308	\$451,416	\$224,736	4,642,542
Total liabilities and fund equity						\$4,831,790

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, 2007**

	Sales Tax Bond Sinking Fund	Sales Tax Bond Reserve Fund, 1996-2003	3/4% Sales Tax Bond Reserve Fund	3/4% Sales Tax Bond Sinking Fund	St. Mary Parish Library Gen. Oblig. 96 Sinking Fund	Certificates of Indebtedness Sinking Fund	Paving Series N Fund
REVENUES							
Taxes							
Sales and use	\$2,043,252						
Ad Valorem			\$363,515				
Intergovernmental revenues							
State revenue sharing			74			\$7,425	
Local grants							\$14,575
Special assessments		\$17,704	\$47,057	\$21,087	10,810	21,670	(254)
Investment earnings & interest	45,596						
Other revenues							
Total revenues	<u>2,088,848</u>	<u>17,704</u>	<u>47,057</u>	<u>21,087</u>	<u>374,399</u>	<u>29,095</u>	<u>14,321</u>
EXPENDITURES							
Current:							
General government			1,459				
Debt service							
Principal	440,000			330,000	145,000	1,537,000	32,209
Interest	117,998			465,425	119,195	380,338	3,060
Fees	1,778			2,096	1,024	300	400
Total expenditures	<u>559,776</u>	<u>-</u>	<u>1,459</u>	<u>797,521</u>	<u>265,219</u>	<u>1,917,638</u>	<u>35,669</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,529,072</u>	<u>17,704</u>	<u>45,598</u>	<u>(76,434)</u>	<u>109,180</u>	<u>(1,888,543)</u>	<u>(21,348)</u>
OTHER FINANCING SOURCES							
Proceeds from bonds				806,500		915,379	
Operating transfers in	(1,550,000)		(20,000)				
Operating transfers out	(1,550,000)		(20,000)	806,500			
Total other financing sources (uses)							
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(20,928)</u>	<u>17,704</u>	<u>25,598</u>	<u>30,066</u>	<u>109,180</u>	<u>(973,164)</u>	<u>(21,348)</u>
Fund balance at beginning of year	916,826	511,020	811,973	867,853	510,954	1,017,534	56,713
Fund balance at end of year	<u>\$895,898</u>	<u>\$528,724</u>	<u>\$837,571</u>	<u>\$897,919</u>	<u>\$620,134</u>	<u>\$44,370</u>	<u>\$35,365</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, 2007

	Paving Series O Fund	1995 Paving Jupiter Green Acres # 2	2002 Paving Delmar Pluto	Jail Sinking Fund	Jail Reserve Fund	Total Nonmajor Debt Service Funds
REVENUES						
Taxes						\$2,043,252
Sales and use						363,515
Ad Valorem						74
Intergovernmental revenues						7,425
State revenue sharing						34,629
Local grants						182,017
Special assessments	\$13,026		\$7,028			0
Investment earnings & interest	511	(\$85)	747	\$9,863	\$7,311	
Other revenues						
Total revenues	13,537	(85)	7,775	9,863	7,311	2,630,912
EXPENDITURES						
Current:						1,459
General government						
Debt service						
Principal	23,643		9,361	360,000		2,877,213
Interest	3,546		2,785	149,035		1,241,382
Fees	600			300		6,498
Total expenditures	27,789	-	12,146	509,335	-	4,126,552
Excess (deficiency) of revenues over (under) expenditures	(14,252)	(85)	(4,371)	(499,472)	7,311	(1,495,640)
OTHER FINANCING SOURCES						
Proceeds from bonds						
Operating transfers in					25,622	2,259,950
Operating transfers out						(1,570,000)
Total other financing sources (uses)	-	-	-	512,448	25,622	689,950
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(14,252)	(85)	(4,371)	12,976	32,933	(805,690)
Fund balance at beginning of year	80,423	6,762	37,932	438,440	191,802	5,448,232
Fund balance at end of year	\$66,171	\$6,677	\$33,561	\$451,416	\$224,736	\$4,642,542

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

**ST. MARY PARISH COUNCIL
COMBINING FINANCIAL STATEMENTS
CAPITAL PROJECTS FUNDS - NON MAJOR**

SPINE ROAD CONSTRUCTION FUND

The Spine Road Construction Fund accounts for the financing and construction of the new road linking Highway 90 and the Chitimacha Indian Reservation.

JAIL CONSTRUCTION FUND

The Jail Construction Fund accounts for the financing and construction of the new St. Mary Parish Law Enforcement Center and renovations to the existing jail facility in the courthouse.

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2007

	Spine Road Construction <u>Fund</u>	Jail Construction <u>Fund</u>	Total Nonmajor Capital Project <u>Funds</u>
ASSETS			
	Fund Closed		
Advance to other funds	Prior to	\$805,922	\$805,922
	Dec. 31, 2007		
Total assets		<u>\$805,922</u>	<u>\$805,922</u>
LIABILITIES AND FUND EQUITY			
Liabilities		<u> </u>	<u> </u>
Total liabilities		<u> -</u>	<u> -</u>
Fund equity (deficit)			
Fund balances (deficits)			
Unreserved - undesignated		<u>805,922</u>	<u>805,922</u>
Total fund equity (deficit)		<u>805,922</u>	<u>805,922</u>
Total liabilities and fund equity		<u>\$805,922</u>	<u>\$805,922</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 Capital Project Funds
For the Year Ending December 31, 2007

	<u>Spine Road Construction Fund</u>	<u>Jail Construction Fund</u>	<u>Total Nonmajor Capital Project Funds</u>
REVENUES			
Investment earnings & interest	(\$651)	\$27,109	\$26,458
Total revenues	(651)	27,109	26,458
EXPENDITURES			
Total expenditures	-	-	-
Excess (deficiency) of revenues over (under) expenditures	(651)	27,109	26,458
OTHER FINANCING SOURCES			
Proceeds from bonds			
Operating transfers in	19,455		19,455
Operating transfers out			
Total other financing sources (uses)	19,455	-	19,455
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	18,804	27,109	45,913
Fund balance (deficit) at beginning of year	(18,804)	778,813	760,009
Fund balance (deficit) at end of year	-	\$805,922	\$805,922

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

SUPPLEMENTARY INFORMATION - COMPONENT UNITS

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

	WATER & SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 5 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS						
Current assets						
Cash and cash equivalents	\$959,263	\$217,954	\$400,305	\$237,823	\$72,514	\$1,887,859
Investments	128,046	1,186,860			438,674	1,753,580
Receivables (net of allowances for uncollectibles)	84,242	166,312	212,773	26,262	117,649	607,238
Other Receivables	1,349				1,551	2,900
Due from St. Mary Parish Council		142,186				142,186
Due from other governments	548,215		3,814			552,029
Prepaid expenses	19,658	193,726	17,167	13,317	34,748	278,616
Inventories	36,908	45,629				82,537
Total current assets	1,777,681	1,952,667	634,059	277,402	665,136	5,306,945
Noncurrent Assets						
Restricted Assets:						
Cash	61,690	36,067	505,040	68,880	117,289	788,966
Investments		245,421			302,982	548,403
Unamortized debt issuance costs, net		19,433	5,227	6,934	29,547	61,141
Invest in Berwick Bayou Vista Joint Waterworks Commission		412,418				412,418
Capital Assets						
Land and Improvements	205,726	51,709	6,926	104,237	16,500	385,098
Buildings, net of accumulated depreciation	2,261,671	6,350			133,356	2,401,377
Improvements, other than buildings, net of accumulated depreciation	4,168,429	3,110,703	9,627,430	2,023,999	4,845,791	23,776,352
Equipment and furniture, net of accumulated depreciation	41,958	30,028	4,427,690	18,763	53,556	4,571,995
Infrastructure						
Construction in progress		822,758	400,291	84,075		1,307,124
Total noncurrent assets	6,739,474	4,734,887	14,972,604	2,306,888	5,499,021	34,252,874
Total assets	\$8,517,155	\$6,687,554	\$15,606,663	\$2,584,290	\$6,164,157	\$39,559,819
LIABILITIES AND NET ASSETS						
Liabilities						
Current liabilities						
Accounts payable	\$19,632	\$23,419	198,788	\$47,292	\$589	\$289,720
Contracts payable						-
Retainage payable	54,050	30,945				84,995
Accrued liabilities	9,850		19,486	6,411	6,401	42,148
Accrued interest payable		5,284	12,441	4,419	21,155	43,299
Deferred revenue			2,000			2,000
Due to St. Mary Parish Council	35,217	71,385		9,944		116,546
Due to component units		17,462				17,462
Due to other governments		23,234	36,201			59,435
Payable from restricted assets	61,690	167,623	99,868	3,500	90,337	423,018
Current portion of long-term debt		55,000	194,318		175,745	425,063
Total current liabilities	180,439	394,352	563,102	71,566	294,227	1,503,686
Noncurrent liabilities						
Compensated absences			64,707			64,707
Noncurrent portion of long-term debt		1,135,000	4,212,922	272,807	1,926,940	7,547,669
Total noncurrent liabilities	-	1,135,000	4,277,629	272,807	1,926,940	7,612,376
Total liabilities	180,439	1,529,352	4,840,731	344,373	2,221,167	9,116,062
Net Assets						
Invested in capital assets, net of related debt	6,677,784	2,845,697	10,388,045	1,953,848	2,925,363	24,790,737
Restricted for:						
Debt service		98,015	28,262	8,894	329,933	465,104
Other purposes	10,000		30,257			40,257
Unrestricted	1,648,932	2,214,490	319,368	277,175	687,694	5,147,659
Total net assets	8,336,716	5,158,202	10,765,932	2,239,917	3,942,990	30,443,757
Total liabilities and net assets	\$8,517,155	\$6,687,554	\$15,606,663	\$2,584,290	\$6,164,157	\$39,559,819

ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

	SEWERAGE DISTRICT # 5 OF THE PARISH OF ST. MARY	SEWERAGE DISTRICT # 8 OF THE PARISH OF ST. MARY	WARDS 5 & 8 JOINT SEWERAGE COMMISSION OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS				
Current assets				
Cash and cash equivalents	\$42,454	\$564,422	\$5,194	\$612,070
investments	282,232			282,232
Receivables (net of allowances for uncollectibles)	23,458	10,115		33,573
Other Receivables		10,144		10,144
Due from St. Mary Parish Council			3,034	3,034
Due from component units	18,123		29,671	47,794
Due from other governments			65,203	65,203
Prepaid expenses	12,346	1,681	27,019	41,046
Other Assets	65	210	2,402	2,677
Total current assets	378,678	586,572	132,523	1,097,773
Noncurrent Assets				
Restricted Assets:				
Cash	\$1,613			1,613
Investments	214,204			214,204
Unamortized debt issuance costs, net				-
Capital Assets				
Buildings, net of accumulated depreciation	123,975			123,975
Improvements, other than buildings, net of accumulated depreciation	2,113,633	1,725,259	1,216,137	5,055,029
Equipment and furniture, net of accumulated depreciation	197,139	46,855	105,223	349,217
Construction in progress	181,674		114,779	296,453
Total noncurrent assets	2,832,238	1,772,114	1,436,139	6,040,491
Total assets	\$3,210,916	\$2,358,686	\$1,568,662	\$7,138,264
LIABILITIES AND NET ASSETS				
Liabilities				
Current liabilities				
Accounts payable	\$11,332	\$7,613	\$40,412	\$59,357
Accrued liabilities		4,901	293	5,194
Accrued interest payable	1,053			1,053
Due to St. Mary Parish Council			15,820	15,820
Due to component units			24,005	24,005
Due to other governments			59,285	59,285
Payable from restricted assets	20,513	24,905	5,600	51,018
Current portion of long-term debt	95,000			95,000
Total current liabilities	127,898	37,419	145,415	310,732
Noncurrent liabilities				
Compensated absences	3,944			3,944
Noncurrent portion of long-term debt	509,370			509,370
Total noncurrent liabilities	513,314	-	-	513,314
Total liabilities	641,212	37,419	145,415	824,046
Net Assets				
Invested in capital assets, net of related debt	2,227,870	1,772,114	1,436,139	5,436,123
Restricted for:				
Capital projects	123,500			123,500
Debt service	92,319			92,319
Other purposes			(20,763)	(20,763)
Unrestricted	126,015	549,153	7,871	683,039
Total net assets	2,569,704	2,321,267	1,423,247	6,314,218
Total liabilities and net assets	\$3,210,916	\$2,358,686	\$1,568,662	\$7,138,264

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

ASSETS	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	GRAVITY DRAINAGE DISTRICT # 6 OF THE PARISH OF ST. MARY	WAX LAKE EAST DRAINAGE DISTRICT OF THE PARISH OF ST. MARY	DRAINAGE DISTRICT # 1 OF GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
Current assets						
Cash and cash equivalents	\$293,615	\$2,984,941	\$3,988	\$1,186,299	\$192,420	\$4,661,263
Investments	265,250		194,227			459,477
Other Receivables				14,141		14,141
Due from other governments						-
Prepaid expenses		48,042	10,454			58,496
Other Assets					50	50
Total current assets	<u>558,865</u>	<u>3,032,983</u>	<u>208,669</u>	<u>1,200,440</u>	<u>192,470</u>	<u>5,193,427</u>
Noncurrent Assets						
Restricted Assets:						
Unamortized debt issuance costs, net		126,110				126,110
Capital Assets						
Land and Improvements	8,600	2,315,352	150,415			2,474,367
Buildings, net of accumulated depreciation	94,514		18,595		120,397	233,506
Improvements, other than buildings, net of accumulated depreciation			830,935	4,134,564		4,965,499
Equipment and furniture, net of accumulated depreciation	182,339	361,310	204,212	95,948	223,307	1,067,116
Infrastructure, net of accumulated depr.	5,093,977	5,317,473				10,411,450
Construction in progress		727,622	17,500			745,122
Total noncurrent assets	<u>5,379,430</u>	<u>8,847,867</u>	<u>1,221,657</u>	<u>4,230,512</u>	<u>343,704</u>	<u>20,023,170</u>
Total assets	<u>\$5,938,295</u>	<u>\$11,880,850</u>	<u>\$1,430,326</u>	<u>\$5,430,952</u>	<u>\$536,174</u>	<u>\$25,216,597</u>
LIABILITIES AND NET ASSETS						
Liabilities						
Current liabilities						
Accounts payable	\$38,909	\$21,638	\$21,864	\$8,001	\$4,474	\$94,886
Accrued liabilities		95		15,037	1,311	16,443
Accrued interest payable		22,282				22,282
Current portion of long-term debt		375,000		145,000		520,000
Total current liabilities	<u>38,909</u>	<u>419,015</u>	<u>21,864</u>	<u>168,038</u>	<u>5,785</u>	<u>653,611</u>
Noncurrent liabilities						
Noncurrent portion of long-term debt		5,715,000		3,425,000		9,140,000
Total noncurrent liabilities	<u>-</u>	<u>5,715,000</u>	<u>-</u>	<u>3,425,000</u>	<u>-</u>	<u>9,140,000</u>
Total liabilities	<u>38,909</u>	<u>6,134,015</u>	<u>21,864</u>	<u>3,593,038</u>	<u>5,785</u>	<u>9,793,611</u>
Net Assets						
Invested in capital assets, net of related debt	5,379,430	2,631,757	1,221,657	660,512	343,704	10,237,060
Restricted for:						
Capital projects		2,638,016				2,638,016
Debt service		275,029		133,908		408,937
Other purposes	18,363					18,363
Unrestricted	<u>501,593</u>	<u>202,033</u>	<u>186,805</u>	<u>1,043,494</u>	<u>186,685</u>	<u>2,120,610</u>
Total net assets	<u>5,899,386</u>	<u>5,746,835</u>	<u>1,408,462</u>	<u>1,837,914</u>	<u>530,389</u>	<u>15,422,986</u>
Total liabilities and net assets	<u>\$5,938,295</u>	<u>\$11,880,850</u>	<u>\$1,430,326</u>	<u>\$5,430,952</u>	<u>\$536,174</u>	<u>\$25,216,597</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

	FIRE PROTECTION DISTRICT # 1 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 2 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 3 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 11 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS					
Current assets					
Cash and cash equivalents	\$1,173,026	\$10,326	\$48,543	\$15,230	\$1,247,125
Investments	324,229	208,993	200,059	424,930	1,158,211
Receivables (net of allowances for uncollectibles)					-
Due from other governments	166				166
Prepaid expenses			27,386		27,386
Other Assets	33		1,489	1,682	3,204
Total current assets	<u>1,497,454</u>	<u>219,319</u>	<u>277,477</u>	<u>441,842</u>	<u>2,436,092</u>
Noncurrent Assets					
Capital Assets					
Land and Improvements	84,479	15,000			99,479
Buildings, net of accumulated depreciation	36,394	442,954		65,371	544,719
Improvements, other than buildings, net of accumulated depreciation			516,527		516,527
Equipment and furniture, net of accumulated depreciation	209,868	132,844	63,688	349,087	755,487
Total noncurrent assets	<u>330,741</u>	<u>590,798</u>	<u>580,215</u>	<u>414,458</u>	<u>1,916,212</u>
Total assets	<u>\$1,828,195</u>	<u>\$810,117</u>	<u>\$857,692</u>	<u>\$856,300</u>	<u>\$4,352,304</u>
LIABILITIES AND NET ASSETS					
Liabilities					
Current liabilities					
Accounts payable		\$9,266	\$3,272	\$7,203	\$19,741
Accrued liabilities			2,464	501	2,965
Total current liabilities	<u>-</u>	<u>9,266</u>	<u>5,736</u>	<u>7,704</u>	<u>\$22,706</u>
Total liabilities	<u>-</u>	<u>9,266</u>	<u>5,736</u>	<u>7,704</u>	<u>22,706</u>
Net Assets					
Invested in capital assets, net of related debt	\$330,741	590,798	580,215	414,458	1,916,212
Unrestricted	1,497,454	210,053	271,741	434,138	2,413,386
Total net assets	<u>1,828,195</u>	<u>800,851</u>	<u>851,956</u>	<u>848,596</u>	<u>4,329,598</u>
Total liabilities and net assets	<u>\$1,828,195</u>	<u>\$810,117</u>	<u>\$857,692</u>	<u>\$856,300</u>	<u>\$4,352,304</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

	RECREATION DISTRICT # 1 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 2 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 3 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 4 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 5 OF THE PARISH OF ST. MARY	ATCHAFALAYA GOLF COURSE	TOTAL (PAGE ONLY)
ASSETS							
Current assets							
Cash and cash equivalents	\$259,101	\$242,767	\$119,227	\$41,325	\$144,286	\$155,658	\$962,364
Investments	238,815	269,383	235,789	357,907			1,101,894
Receivables (net of allowances for uncollectibles)						17,571	17,571
Other Receivables		70					70
Due from St. Mary Parish Council		89,214	31,667				120,881
Due from other governments	55,754		515,298				571,052
Prepaid expenses		16,630	21,768		33,850		72,248
Inventories						44,662	44,662
Unamortized bond issue costs							-
Other Assets		60					60
Total current assets	553,670	618,124	923,749	399,232	178,136	217,891	2,890,802
Noncurrent Assets							
Unamortized debt issuance costs, net		16,890		3,818			20,708
Capital Assets							
Land and Improvements	80,000	13,981	268,607	22,000	67,500		452,088
Buildings, net of accumulated depreciation	1,222,067	1,374,233	1,392,549	1,439,890	3,022,662		8,451,401
Improvements, other than buildings, net of accumulated depreciation			672,815		6,211	2,470	681,496
Equipment and furniture, net of accumulated depreciation	91,067	302,762	59,516	16,133	25,962	354,187	849,627
Construction in progress	281,241	29,751	70,620				381,612
Total noncurrent assets	1,674,375	1,737,617	2,464,107	1,481,841	3,122,335	356,657	10,836,932
Total assets	\$2,228,045	\$2,355,741	\$3,387,856	\$1,881,073	\$3,300,471	\$574,548	\$13,727,734
LIABILITIES AND NET ASSETS							
Liabilities							
Current liabilities							
Accounts payable	19,081	7,787	9,758	13,888	41,823	124,300	216,637
Retainage payable	25,023	29,751			2,413		57,187
Accrued interest payable	3,477			913	9,000		13,390
Deferred revenue			7,866	5,675		161,319	174,860
Due to St. Mary Parish Council						327,495	327,495
Current portion of long-term debt	85,000	65,000	128,000	99,000	105,000	115,305	597,305
Total current liabilities	132,581	102,538	145,624	119,476	158,236	728,419	1,386,874
Noncurrent liabilities							
Noncurrent portion of long-term debt	805,000	760,000	1,045,000	214,000	2,315,000	285,598	5,424,598
Total noncurrent liabilities	805,000	760,000	1,045,000	214,000	2,315,000	285,598	5,424,598
Total liabilities	937,581	862,538	1,190,624	333,476	2,473,236	1,014,017	6,811,472
Net Assets							
Invested in capital assets, net of related debt	838,242	895,727	1,287,321	1,165,023	702,335	(44,246)	4,844,402
Restricted for:							
Capital projects		18,385	208,033				226,418
Debt service	103,130	278,076	108,823	50,580	78,187		618,796
Unrestricted	349,092	301,015	593,055	331,994	46,713	(395,223)	1,226,646
Total net assets	1,290,464	1,493,203	2,197,232	1,547,597	827,235	(439,469)	6,916,262
Total liabilities and net assets	\$2,228,045	\$2,355,741	\$3,387,856	\$1,881,073	\$3,300,471	\$574,548	\$13,727,734

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 3 OF THE PARISH OF ST. MARY	FAIRVIEW TREATMENT CENTER	CLAIRE HOUSE	TOTAL (PAGE ONLY)
ASSETS						
Current assets						
Cash and cash equivalents	\$2,209,734	\$17,830	\$41,100	\$200	\$200	\$2,269,064
Investments		1,701,074				1,701,074
Receivables (net of allowances for uncollectibles)	3,083,662			192,265		3,275,927
Other Receivables	298,321	11,140	2,500			311,961
Due from St. Mary Parish Council				224,348	305,172	529,520
Due from other governments	1,548,830			349,473	15,304	1,913,607
Prepaid expenses	199,237	16,947	3,523			219,707
Inventories	448,180					448,180
Total current assets	<u>7,787,964</u>	<u>1,746,991</u>	<u>47,123</u>	<u>766,286</u>	<u>320,676</u>	<u>10,669,040</u>
Noncurrent Assets						
Restricted Assets:						
Cash		2,669	404,364			407,033
Investments		739,663				739,663
Other	190,762		40,896			231,658
Unamortized debt issuance costs, net	46,155					46,155
Invest in Berwick Bayou Vista Commission						-
Capital Assets						
Land and Improvements	463,881		48,998			512,879
Buildings, net of accumulated depreciation	16,540,279		667,395			17,207,674
Improvements, other than buildings, net of accumulated depreciation	715,484		144,451			859,935
Equipment and furniture, net of accumulated depreciation	3,791,423		16,270	74,121	35,445	3,917,259
Construction in progress	238,032					238,032
Total noncurrent assets	<u>21,986,016</u>	<u>742,332</u>	<u>1,322,374</u>	<u>74,121</u>	<u>35,445</u>	<u>24,160,288</u>
Total assets	<u>\$29,773,980</u>	<u>\$2,489,323</u>	<u>\$1,369,497</u>	<u>\$840,407</u>	<u>\$356,121</u>	<u>\$34,829,328</u>
LIABILITIES AND NET ASSETS						
Liabilities						
Current liabilities						
Accounts payable	2,291,609		10,826	43,370	4,046	2,349,851
Accrued liabilities	562,164		946			563,110
Due to St. Mary Parish Council				314,513		314,513
Current portion of long-term debt	205,888					205,888
Total current liabilities	<u>3,059,661</u>	<u>-</u>	<u>11,772</u>	<u>357,883</u>	<u>4,046</u>	<u>3,433,362</u>
Noncurrent liabilities						
Compensated absences				25,149	8,531	33,680
Noncurrent portion of long-term debt	11,987,932					11,987,932
Total noncurrent liabilities	<u>11,987,932</u>	<u>-</u>	<u>-</u>	<u>25,149</u>	<u>8,531</u>	<u>12,021,612</u>
Total liabilities	<u>15,047,593</u>	<u>-</u>	<u>11,772</u>	<u>383,032</u>	<u>12,577</u>	<u>15,454,974</u>
Net Assets						
Invested in capital assets, net of related debt	9,435,255		877,114	74,121	35,445	10,421,935
Restricted for:						
Capital projects		\$698,165	445,260			1,143,425
Unrestricted	5,291,132	1,791,158	35,351	383,254	308,099	7,808,994
Total net assets	<u>14,726,387</u>	<u>2,489,323</u>	<u>1,357,725</u>	<u>457,375</u>	<u>343,544</u>	<u>19,374,354</u>
Total liabilities and net assets	<u>\$29,773,980</u>	<u>\$2,489,323</u>	<u>\$1,369,497</u>	<u>\$840,407</u>	<u>\$356,121</u>	<u>\$34,829,328</u>

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

	ST. MARY PARISH LIBRARY	ST. MARY PARISH TOURIST COMMISSION	MOSQUITO CONTROL DISTRICT # 1 OF THE PARISH OF ST. MARY	COMMUNICATIONS DISTRICT - 911 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
ASSETS					
Current assets					
Cash and cash equivalents	\$2,944,364	\$144,781	\$24,666	\$342,651	\$3,456,462
Investments		2,185,054	13,937		2,198,991
Other Receivables	21,352		113,379	82,388	217,119
Due from other governments	2,128,017	112,282			2,240,299
Prepaid expenses	37,190	2,759		6,333	46,282
Other Assets	44		27		71
Total current assets	5,130,967	2,444,876	152,009	431,372	8,159,224
Noncurrent Assets					
Unamortized debt issuance costs, net		16,786			16,786
Capital Assets					
Land and Improvements	119,643	131,970			251,613
Buildings, net of accumulated depreciation	1,272,831	179,339			1,452,170
Equipment and furniture, net of accumulated depreciation	86,260	26,124		180,685	293,069
Construction in progress	287,094	45,962			333,056
Total noncurrent assets	1,765,828	400,181	-	180,685	2,346,694
Total assets	\$6,896,795	\$2,845,057	\$152,009	\$612,057	\$10,505,918
LIABILITIES AND NET ASSETS					
Liabilities					
Current liabilities					
Accounts payable	\$7,051	\$45,090		\$49,051	\$101,192
Accrued liabilities	20,686				20,686
Deferred revenue	573,118				573,118
Due to other governments	56,300				56,300
Current portion of long-term debt		90,000			90,000
Total current liabilities	657,155	135,090	-	49,051	841,296
Noncurrent liabilities					
Noncurrent portion of long-term debt		1,440,000			1,440,000
Total noncurrent liabilities	-	1,440,000	-	-	1,440,000
Total liabilities	657,155	1,575,090	-	49,051	2,281,296
Net Assets					
Invested in capital assets, net of related debt	1,765,828	400,804		180,685	2,347,317
Restricted for:					
Capital projects		32,580			32,580
Other purposes		1,054,949			1,054,949
Unrestricted	4,473,812	(218,366)	152,009	382,321	4,789,776
Total net assets	6,239,640	1,269,967	152,009	563,006	8,224,622
Total liabilities and net assets	\$6,896,795	\$2,845,057	\$152,009	\$612,057	\$10,505,918

ST. MARY PARISH COUNCIL

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DISCRETELY PRESENTED COMPONENT UNITS
 Combining Schedule of Statements of Net Assets Information - All Discretely Presented Component Units
 December 31, 2007

	ST. MARY PARISH ASSESSOR	ST. MARY PARISH CLERK OF COURT	TOTAL (PAGE ONLY)	TOTAL (DISCRETELY PRESENTED ENTITIES)
ASSETS				
Current assets				
Cash and cash equivalents	\$146,329	\$536,553	\$682,882	\$15,779,089
Investments	179,218	172,680	351,898	9,007,357
Receivables (net of allowances for uncollectibles)		41,632	41,632	3,975,941
Other Receivables	14,447	4,145	18,592	574,927
Due from St. Mary Parish Council		576	576	796,197
Due from component units	656		656	48,450
Due from other governments	1,042,597	218,149	1,260,746	6,603,102
Prepaid expenses	4,977	5,220	10,197	753,978
Inventories				575,379
Other Assets				6,062
Total current assets	<u>1,388,224</u>	<u>978,955</u>	<u>2,367,179</u>	<u>38,120,482</u>
Noncurrent Assets				
Restricted Assets:				
Cash				1,197,612
Investments				1,502,270
Other				231,658
Unamortized debt issuance costs, net				270,900
Invest in Berwick Bayou Vista Commission				412,418
Capital Assets				
Land and Improvements				4,175,524
Buildings, net of accumulated depreciation				30,414,822
Improvements, other than buildings, net of accumulated depreciation				35,854,838
Equipment and furniture, net of accumulated depreciation	9,249	271,043	280,292	12,084,062
Infrastructure				10,411,450
Construction in progress				3,301,399
Total noncurrent assets	<u>9,249</u>	<u>271,043</u>	<u>280,292</u>	<u>99,856,953</u>
Total Assets	<u>\$1,397,473</u>	<u>\$1,249,998</u>	<u>\$2,647,471</u>	<u>\$137,977,435</u>
LIABILITIES AND NET ASSETS				
Liabilities				
Current liabilities				
Accounts payable	\$14,433	\$20,372	\$34,805	\$3,166,189
Retainage payable				142,182
Accrued liabilities				650,546
Accrued interest payable				80,024
Deferred revenue	1,078,204	106,988	1,185,192	1,935,170
Due to St. Mary Parish Council				774,374
Due to component units				41,467
Due to other governments				175,020
Payable from restricted assets				474,036
Current portion of long-term debt	3,006		3,006	1,936,262
Total current liabilities	<u>1,095,643</u>	<u>127,360</u>	<u>1,223,003</u>	<u>9,375,270</u>
Noncurrent liabilities				
Compensated absences		13,185	13,185	115,516
Noncurrent portion of long-term debt	653		653	36,050,222
Total noncurrent liabilities	<u>653</u>	<u>13,185</u>	<u>13,838</u>	<u>36,165,738</u>
Total liabilities	<u>1,096,296</u>	<u>140,545</u>	<u>1,236,841</u>	<u>45,541,008</u>
Net Assets				
Invested in capital assets, net of related debt	5,590	271,043	276,633	60,270,419
Restricted for:				
Capital projects				4,163,939
Debt service				1,585,156
Other purposes				1,092,806
Unrestricted	295,587	838,410	1,133,997	25,324,107
Total net assets	<u>301,177</u>	<u>1,109,453</u>	<u>1,410,630</u>	<u>92,436,427</u>
Total liabilities and net assets	<u>\$1,397,473</u>	<u>\$1,249,998</u>	<u>\$2,647,471</u>	<u>\$137,977,435</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2007

	WATER&SEWER COMMISSION # 1 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 2 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 4 OF THE PARISH OF ST. MARY	WATER & SEWER COMMISSION # 5 OF THE PARISH OF ST. MARY	WATERWORKS DISTRICT # 5 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
Expenses						
Water & sewer	\$1,189,825	\$1,057,764	\$2,265,300	\$520,570	\$1,060,169	\$6,093,628
Interest and fees on long-term debt		65,546	174,956	13,875	87,817	342,194
Total program expenses	1,189,825	1,123,310	2,440,256	534,445	1,147,986	6,435,822
Program revenues						
Charges for services						
Water & sewer	810,691	863,031	1,370,662	234,746	687,728	3,966,858
Total charges for services	810,691	863,031	1,370,662	234,746	687,728	3,966,858
Capital grants and contributions						
General government						
Water & sewer			9,600			9,600
Total capital grants and contributions			9,600			9,600
Net program expenses (revenues)	379,134	260,279	1,059,994	299,699	460,258	2,459,364
General revenues						
Taxes:						
Ad valorem taxes levied for general purposes	572,724	352,952	389,022	156,759	243,961	1,715,418
Ad valorem taxes levied for debt service		130,544			266,704	397,248
State shared revenue					8,121	8,121
Investment earnings & interest	27,195	67,968	11,677	4,890	44,554	156,284
Transfers:						
Operating			(1,234)			(1,234)
Federal Grants		1,097	-			1,097
Payment from St. Mary Parish Council	338,822	493,139	178,736		4,000	1,010,697
Miscellaneous			2,598			6,598
Total general revenues and transfers	938,741	1,045,700	580,799	161,649	567,340	3,294,229
Change in net assets	559,607	785,421	(479,195)	(138,050)	107,082	834,865
Net assets - beginning of year	7,794,158	4,372,781	11,270,855	2,377,967	3,835,908	29,651,669
Prior period adjustment	(17,049)		(25,728)			(42,777)
Net assets - beginning of year (as adjusted)	7,777,109	4,372,781	11,245,127	2,377,967	3,835,908	29,608,892
Net assets - end of year	\$8,336,716	\$5,158,202	\$10,765,932	\$2,239,917	\$3,942,990	\$30,443,757

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

For the Year Ended December 31, 2007

	SEWERAGE DISTRICT # 5 OF THE PARISH OF ST. MARY	SEWERAGE DISTRICT # 8 OF THE PARISH OF ST. MARY	WARDS 5 & 8 JOINT SEWERAGE COMMISSION OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>				
Water & sewer	\$515,710	\$369,253	\$794,950	\$1,679,913
Interest and fees on long-term debt				-
Total program expenses	<u>515,710</u>	<u>369,253</u>	<u>794,950</u>	<u>1,679,913</u>
<u>Program revenues</u>				
Charges for services				
Water & sewer	197,812	343,269	666,877	1,207,958
Total charges for services	<u>197,812</u>	<u>343,269</u>	<u>666,877</u>	<u>1,207,958</u>
Net program expenses (revenues)	<u>317,898</u>	<u>25,984</u>	<u>128,073</u>	<u>471,955</u>
<u>General revenues</u>				
Taxes:				
Ad valorem taxes levied for general purposes	173,826			173,826
Investment earnings & interest	29,200	18,868	280	48,348
Payment from St. Mary Parish Council	155,044		51,880	206,924
Payment from Local Government			62,899	62,899
Miscellaneous	6,660	(1,429)	(9,471)	(4,240)
Total general revenues and transfers	<u>364,730</u>	<u>17,439</u>	<u>105,588</u>	<u>487,757</u>
Change in net assets	46,832	(8,545)	(22,485)	15,802
Net assets - beginning of year	2,522,872	2,329,812	1,445,732	6,298,416
Prior Period adjustment				
Net assets - beginning of year (as adjusted)	<u>2,522,872</u>	<u>2,329,812</u>	<u>1,445,732</u>	<u>6,298,416</u>
Net assets - end of year	<u>\$2,569,704</u>	<u>\$2,321,267</u>	<u>\$1,423,247</u>	<u>\$6,314,218</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2007

	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 1 OF THE PARISH OF ST. MARY	CONSOLIDATED GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	GRAVITY DRAINAGE DISTRICT # 6 OF THE PARISH OF ST. MARY	WAX LAKE EAST DRAINAGE DISTRICT OF THE PARISH OF ST. MARY	SUB-GRAVITY DRAINAGE DISTRICT # 1 OF GRAVITY DRAINAGE DISTRICT # 2 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>						
Drainage	\$1,267,850	\$1,214,279	\$269,282	\$712,318	\$171,214	\$3,634,943
Total program expenses	<u>1,267,850</u>	<u>1,214,279</u>	<u>269,282</u>	<u>712,318</u>	<u>171,214</u>	<u>3,634,943</u>
<u>Program revenues</u>						
Charges for services						
Drainage				3,600		3,600
Total charges for services	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,600</u>	<u>-</u>	<u>3,600</u>
Operating grants and contributions						
Drainage	6,590				78,519	85,109
Total operating grants and contributions	<u>6,590</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>78,519</u>	<u>85,109</u>
Net program expenses	<u>1,261,260</u>	<u>1,214,279</u>	<u>269,282</u>	<u>708,718</u>	<u>92,695</u>	<u>3,546,234</u>
<u>General revenues</u>						
Taxes:						
Ad valorem taxes levied						
for general purposes	874,636	501,168	229,593	331,574	183,048	2,120,019
for debt service		594,137		368,024		962,161
State shared revenue	53,280			73,698	39,093	166,071
Investment earnings & interest	14,270	75,431	8,998	32,038		130,737
Payment from St. Mary Parish Council	3,333	1,291				4,624
Payment from Local Government	3,333					3,333
Miscellaneous				801	3,332	4,133
Total general revenues and transfers	<u>948,852</u>	<u>1,172,027</u>	<u>238,591</u>	<u>806,135</u>	<u>225,473</u>	<u>3,391,078</u>
Change in net assets	(312,408)	(42,252)	(30,691)	97,417	132,778	(155,156)
Net assets - beginning of year	<u>6,211,794</u>	<u>5,789,087</u>	<u>1,439,153</u>	<u>1,740,497</u>	<u>397,611</u>	<u>15,578,142</u>
Net assets - end of year	<u>\$5,899,386</u>	<u>\$5,746,835</u>	<u>\$1,408,462</u>	<u>\$1,837,914</u>	<u>\$530,389</u>	<u>\$15,422,986</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2007

	FIRE PROTECTION DISTRICT # 1 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 2 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 3 OF THE PARISH OF ST. MARY	FIRE PROTECTION DISTRICT # 11 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>					
General government	\$25,568				\$25,568
Fire Protection	34,283	\$136,018	\$191,881	\$214,804	576,986
Interest and fees on long-term debt					-
Total program expenses	59,851	136,018	191,881	214,804	602,554
Net program expenses (revenues)	59,851	136,018	191,881	214,804	602,554
<u>General revenues</u>					
Taxes:					
Ad valorem taxes levied for general purposes		127,913	228,667	196,308	552,888
Investment earnings & interest	78,189	10,366	7,462	19,943	115,960
State Grants					-
Payment from St. Mary Parish Council	21,057			41,228	62,285
Miscellaneous		2,019			2,019
Total general revenues and transfers	99,246	140,298	236,129	257,479	733,152
Change in net assets	39,395	4,280	44,248	42,675	130,598
Net assets - beginning of year	1,788,800	796,571	807,708	805,921	4,199,000
Prior period adjustment					-
Net assets - beginning of year (as adjusted)	1,788,800	796,571	807,708	805,921	4,199,000
Net assets - end of year	\$1,828,195	\$800,851	\$851,956	\$848,596	\$4,329,598

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2007

	RECREATION DISTRICT # 1 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 2 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 3 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 4 OF THE PARISH OF ST. MARY	RECREATION DISTRICT # 5 OF THE PARISH OF ST. MARY	ATCHAFALAYA GOLF COURSE	TOTAL (PAGE ONLY)
Expenses							
Recreation	\$402,619	\$466,672	\$346,521	\$273,871	\$307,701	\$1,731,455	\$3,528,839
Interest and fees on long-term debt	44,343		45,367	12,297	115,384	22,497	239,888
Total program expenses	<u>446,962</u>	<u>466,672</u>	<u>391,888</u>	<u>286,168</u>	<u>423,085</u>	<u>1,753,952</u>	<u>3,768,727</u>
Program revenues							
Charges for services							
Recreation	22,535	10,180	70,389	65,509	18,069	1,234,122	1,420,804
Total charges for services	<u>22,535</u>	<u>10,180</u>	<u>70,389</u>	<u>65,509</u>	<u>18,069</u>	<u>1,234,122</u>	<u>1,420,804</u>
Capital grants and contributions							
Recreation			180,242				180,242
Total capital grants and contributions	<u>-</u>	<u>-</u>	<u>180,242</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>180,242</u>
Net program expenses	<u>424,427</u>	<u>456,492</u>	<u>141,257</u>	<u>220,659</u>	<u>405,016</u>	<u>519,830</u>	<u>2,167,681</u>
General revenues							
Taxes:							
Sales and use	339,896	85,113					425,009
for general purposes	79,008	307,929	97,810	94,966	122,574		702,287
for debt service	175,856	168,506	305,655	128,221	214,565		992,803
Investment earnings & interest	12,102	20,197	15,097		3,378		50,774
Payment from St. Mary Parish Council		26,766	105,199	61,002			192,967
Payment from Local Government			2,360	31,300			33,660
Miscellaneous			500	48,385			48,885
Total general revenues and transfers	<u>606,862</u>	<u>608,511</u>	<u>526,621</u>	<u>363,874</u>	<u>340,517</u>	<u>-</u>	<u>2,446,385</u>
Change in net assets	182,435	152,019	385,364	143,215	(64,499)	(519,830)	278,704
Net assets - beginning of year	<u>1,108,029</u>	<u>1,341,184</u>	<u>1,811,868</u>	<u>1,404,382</u>	<u>891,734</u>	<u>80,361</u>	<u>6,637,558</u>
Net assets - end of year	<u>\$1,290,464</u>	<u>\$1,493,203</u>	<u>\$2,197,232</u>	<u>\$1,547,597</u>	<u>\$827,235</u>	<u>(\$439,469)</u>	<u>\$6,916,262</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2007

	HOSPITAL SERVICE DISTRICT # 1 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 2 OF THE PARISH OF ST. MARY	HOSPITAL SERVICE DISTRICT # 3 OF THE PARISH OF ST. MARY	FAIRVIEW TREATMENT CENTER	CLAIRE HOUSE	TOTAL (PAGE ONLY)
<u>Expenses</u>						
General government		\$15,043	\$332,242			\$347,285
Medical care	\$16,868,622	8,030		\$2,120,082	\$697,496	19,694,230
Total program expenses	16,868,622	23,073	332,242	2,120,082	697,496	20,041,515
<u>Program revenues</u>						
Charges for services						
Rental fees			245,000			245,000
Medical care	15,712,037			88,572		15,800,609
Total charges for services	15,712,037	-	245,000	88,572	-	16,045,609
Operating grants and contributions						
Medical care				1,979,299	769,181	2,748,480
Total operating grants and contributions	-	-	-	1,979,299	769,181	2,748,480
Net program expenses (revenues)	1,156,585	23,073	87,242	52,211	(71,685)	1,247,426
<u>General revenues</u>						
Taxes:						
Sales and use						
Ad valorem taxes levied for general purposes	2,052,991					2,052,991
Investment earnings & interest	148,299	230,296	18,405			397,000
Miscellaneous					(2,454)	(2,454)
Total general revenues and transfers	2,201,290	230,296	18,405	-	(2,454)	2,447,537
Special Items						
Transfer from St. Mary Parish Council	2,604,198					2,604,198
Total Special Items	2,604,198					2,604,198
Change in net assets	3,648,903	207,223	(68,837)	(52,211)	69,231	3,804,309
Net assets - beginning of year	11,077,484	2,282,100	1,426,562	509,586	274,313	15,570,045
Net assets - end of year	\$14,726,387	\$2,489,323	\$1,357,725	\$457,375	\$343,544	\$19,374,354

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2007

	ST. MARY PARISH LIBRARY	ST. MARY PARISH TOURIST COMMISSION	MOSQUITO CONTROL DISTRICT # 1 OF THE PARISH OF ST. MARY	COMMUNICATIONS DISTRICT - 911 OF THE PARISH OF ST. MARY	TOTAL (PAGE ONLY)
<u>Expenses</u>					
General government			\$5,960		\$5,960
Health and welfare			73,079		73,079
Library	\$1,529,125				1,529,125
Tourism		\$482,227			482,227
Public safety				\$528,598	528,598
Interest and fees on long-term debt		63,813			63,813
Total program expenses	<u>1,529,125</u>	<u>546,040</u>	<u>79,039</u>	<u>528,598</u>	<u>2,682,802</u>
<u>Program revenues</u>					
Charges for services					
Library	1,971				1,971
Tourism					-
Public safety				591,323	591,323
Total charges for services	<u>1,971</u>	<u>-</u>	<u>-</u>	<u>591,323</u>	<u>593,294</u>
Operating grants and contributions					
Library	41,207				41,207
Mosquito					-
Tourism		236,558			236,558
Total operating grants and contributions	<u>41,207</u>	<u>236,558</u>	<u>-</u>	<u>-</u>	<u>277,765</u>
Net program expenses (revenues)	<u>1,485,947</u>	<u>309,482</u>	<u>79,039</u>	<u>(62,725)</u>	<u>1,811,743</u>
<u>General revenues</u>					
Taxes:					
Ad valorem taxes levied for general purposes	1,730,117		119,263		1,849,380
State shared revenue	53,851				53,851
Investment earnings & interest	192,274	108,380	3,413	2,457	306,524
Hotel Motel Tax		570,569			570,569
Miscellaneous	81,250	56			81,306
Total general revenues and transfers	<u>2,057,492</u>	<u>679,005</u>	<u>122,676</u>	<u>2,457</u>	<u>2,861,630</u>
Change in net assets	571,545	369,523	43,637	65,182	1,049,887
Net assets - beginning of year	5,625,022	1,125,444	108,372	497,824	7,356,662
Prior period adjustment	43,073	(225,000)			(181,927)
Net assets - beginning of year (as adjusted)	<u>5,668,095</u>	<u>900,444</u>	<u>108,372</u>	<u>497,824</u>	<u>7,174,735</u>
Net assets - end of year	<u>\$6,239,640</u>	<u>\$1,269,967</u>	<u>\$152,009</u>	<u>\$563,006</u>	<u>\$8,224,622</u>

ST. MARY PARISH COUNCIL

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

For the Year Ended December 31, 2007

	ST. MARY PARISH ASSESSOR	ST. MARY PARISH CLERK OF COURT	TOTAL (PAGE ONLY)	TOTAL DISCRETELY PRESENTED COMPONENT UNITS
Expenses				
General government	\$862,177	\$1,638,110	\$2,500,287	#REF!
Water & sewer				7,773,541
Drainage				3,634,943
Fire Protection				576,986
Recreation				3,528,839
Health and welfare				73,079
Medical care				19,694,230
Library				1,529,125
Tourism				482,227
Public safety				528,598
Interest and fees on long-term debt	803		803	646,698
Total program expenses	862,980	1,638,110	2,501,090	#REF!
Program revenues				
Charges for services				
General government	11,024	1,574,855	1,585,879	1,585,879
Water & sewer				5,174,816
Drainage				3,600
Recreation				1,420,804
Rental fees				245,000
Medical care				15,800,609
Library				1,971
Public safety				591,323
Total charges for services	11,024	1,574,855	1,585,879	24,824,002
Operating grants and contributions				
Drainage				85,109
Medical care				2,748,480
Library				41,207
Tourism				236,558
Total operating grants and contributions				3,111,354
Capital grants and contributions				
Water & sewer				9,600
Recreation				180,242
Total capital grants and contributions				189,842
Net program expenses	851,956	63,255	915,211	#REF!
General revenues				
Taxes:				
Sales and use				425,009
Ad valorem taxes levied for general purposes	935,999		935,999	10,102,808
Ad valorem taxes levied for debt service				2,352,212
Hotel Motel Tax				570,569
State shared revenue	52,185		52,185	280,228
Investment earnings & interest	18,311	47,107	65,418	1,271,045
Transfers:				
Operating				(1,234)
Capital				
Payment from St. Mary Parish Council				1,477,497
Payment from Local Government				99,892
Miscellaneous	1,125	32,065	33,190	169,437
Total general revenues and transfers	1,007,620	79,172	1,086,792	16,747,463
Special item				
Transfer from St. Mary Parish Council				2,604,198
Total special item				2,604,198
Change in net assets	155,664	15,917	171,581	6,130,590
Net assets - beginning of year	145,513	1,093,536	1,239,049	86,530,541
Prior period adjustment				(224,704)
Net assets - beginning of year (as adjusted)	145,513	1,093,536	1,239,049	86,305,837
Net assets - end of year	\$301,177	\$1,109,453	\$1,410,630	\$92,436,427

ST. MARY PARISH COUNCIL

DISCRETELY PRESENTED COMPONENT UNITS

Combining Statements of Fiduciary Net Assets - All Discretely Presented Component Units
December 31, 2007

	St. Mary Parish Sales and Use Tax Dept.	St. Mary Parish Clerk of Court	Sewer District District No. 7 of the Parish of St. Mary	Total Discretely Presented Component Units
Assets				
Cash	\$535,764	\$2,925,174	\$26,718	\$3,487,656
Investments	2,618,271	259,019		2,877,290
Receivables	3,924,505	104,192	78,285	4,106,982
Investments - restricted	206,589			206,589
	<u>\$7,285,129</u>	<u>\$3,288,385</u>	<u>\$105,003</u>	<u>\$10,678,517</u>
 Liabilities				
Accounts payable and accrued liabilities	\$201		\$48	\$249
Amounts due to taxing units:				
Due to St. Mary Parish Council	1,157,587			1,157,587
Due to component units	135,208			135,208
Due to other governments	5,780,846		3,814	5,784,660
Retained taxes collected	211,287			211,287
Unsettled deposits		\$656,706		656,706
Due to litigants		2,631,679		2,631,679
Due to special assessment note holders			101,141	101,141
	<u>\$7,285,129</u>	<u>\$3,288,385</u>	<u>\$105,003</u>	<u>\$10,678,517</u>

GENERAL SUPPLEMENTARY INFORMATION

St. Mary Parish Council
Compensation Paid Council Members and Parish President
For the Year Ended December 31, 2007

Kenneth Alfred		\$5,400
Steve Bierhorst		5,400
Joe Davis, Jr.		5,400
Gary Duhon		9,628
Michael Domingue		5,400
Albert Foulcard		10,172
Keith Leonard		5,400
Charles E. Middleton		5,400
Paul Naquin, Jr.	Parish President	12,000
Frank Peter Soprano		9,600
Kevin Voisin		5,400
Charles A. Walters		5,400
		<u>\$84,600</u>

ST. MARY PARISH COUNCIL
Schedule of Insurance Policies In Force
For the Year Ended December 31, 2007

<u>Coverage</u>	<u>Amounts or Limits</u>	<u>Expires</u>	<u>Company</u>
Property and Extended Coverage	\$20,227,220	06/15/2008	Allstate Insurance Co.
General Liability	\$1,000,000	12/31/2008	St. Paul Fire and Marine Insurance
Auto Liability Coverage	\$1,000,000	12/31/2008	St. Paul Fire and Marine Insurance
Public Entity Management Liability Coverage	\$1,000,000	12/31/2008	St. Paul Fire and Marine Insurance
Public Entity Employment Practices (Liability Protection Coverage)	\$1,000,000	12/31/2008	St. Paul Fire and Marine Insurance
Employee Benefit Plans Administration (Liability Protection Coverage)	\$1,000,000	12/31/2008	St. Paul Fire and Marine Insurance
Workers' Compensation and Employer's Liability	\$1,000,000	12/31/2008	Louisiana Parish Risk Management Agency
Equipment Floater	\$5,402,810	06/15/2009	Continental Casualty Co.
Airport Liability	\$1,000,000	09/29/2008	ACE Property & Casualty Insurance Co.
Ferry-Hull and Machinery	\$75,000	05/16/2008	Fireman's Fund McGee
Ferry-Protection & Indemnity	\$1,000,000	05/16/2008	London

Unaudited

ST. MARY PARISH COUNCIL
Schedule of Additions to the Jail Facility
For the Year Ended December 31, 2007

No additions were made in 2007.

SUPPLEMENTARY INFORMATION REQUIRED BY OMB CIRCULAR A-133

St. Mary Parish Council
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2007

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>REVENUE RECOGNIZED</u>	<u>EXPENDITURES INCURRED</u>
<u>PRIMARY GOVERNMENT ONLY</u>			
<u>U.S. Department of Transportation</u>			
Federal Aviation Administration			
Airport Improvement Program	20.106	\$ 105,642	\$ 105,642
Total U.S. Department of Transportation		<u>105,642</u>	<u>105,642</u>
<u>U.S. Department of the Interior</u>			
Fish and Wildlife Service			
Sport Fish Restoration Program	15.605	184,286	184,286
Bureau of Land Management			
Payment in Lieu of Taxes	15.226	<u>3,822</u>	<u>-</u>
Total U.S. Department of Interior		<u>188,108</u>	<u>184,286</u>
<u>U.S. Department of Housing and Urban Development</u>			
Housing - Federal Housing Commissioner			
Section 8 Housing Choice Vouchers	14.871	452,534	368,945
Passed through Louisiana Department of Social Services Office of Community Services			
Emergency Shelter Grants	14.231	<u>14,589</u>	<u>14,589</u>
Total U.S. Department of Housing and Urban Development		<u>467,123</u>	<u>383,534</u>
<u>U.S. Department of Education</u>			
Office of Assistant Secretary for Special Educational and Rehabilitation Services			
Passed through Louisiana Rehabilitation Services			
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	<u>56,938</u>	<u>21,871</u>
Total U.S. Department of Education		<u>56,938</u>	<u>21,871</u>

The accompanying notes are an integral part of this schedule.

St. Mary Parish Council
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2007

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ <u>PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>REVENUE RECOGNIZED</u>	<u>EXPENDITURES INCURRED</u>
<u>Department of Homeland Security</u>			
Passed through the Louisiana Department of Military Affairs - Office of Emergency Preparedness			
Emergency Management Performance Grants	97.042	\$ 1,972	\$ 1,972
Public Assistance Grants	97.036	61,568	61,568
Passed through State of Louisiana Office of State Police			
State Domestic Preparedness Equipment Support Program	97.004	1,345	1,345
Passed through Governor's Office of Homeland Security and Emergency Preparedness			
Hazard Mitigation Grant	97.039	<u>11,250</u>	<u>11,250</u>
Total Department of Homeland Security		<u>76,135</u>	<u>76,135</u>
<u>U.S. Department of Health and Human Services</u>			
Passed through Louisiana Supreme Court Drug Court Office			
Temporary Assistance for Needy Families (TANF)	93.558	482,840	482,840
Passed through Louisiana Office for Addictive Disorders			
Grants to Expand Substance Abuse Treatment Capacity in Targeted Areas of Need	93.243	<u>13,032</u>	<u>13,032</u>
Total U.S. Department of Health and Human Services		<u>495,872</u>	<u>495,872</u>
<u>U.S. Department of Justice</u>			
Passed through the Louisiana Commission on Law Enforcement and Administration of Criminal Justice			
Juvenile Accountability Incentive Block Grant	16.523	<u>9,793</u>	<u>9,793</u>
Total U.S. Department of Justice		<u>9,793</u>	<u>9,793</u>
Total Primary Government Federal Financial Assistance		<u>\$ 1,399,611</u>	<u>\$ 1,277,133</u>

The accompanying notes are an integral part of this schedule.

St. Mary Parish Council
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2007

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>REVENUE RECOGNIZED</u>	<u>EXPENDITURES INCURRED</u>
COMPONENT UNITS ONLY			
<u>Department of Homeland Security</u>			
Passed through the Louisiana Department of Military affairs-Office of Emergency Preparedness			
Public Assistance Grant	97.036	\$ 10,047	\$ 10,047
Total Department of Homeland Security		<u>\$ 10,047</u>	<u>\$ 10,047</u>
<u>U.S. Department of Health and Human Services</u>			
Passed through Public Health Services			
Louisiana Department of Health and Hospitals Office of Human Services Division of Alcohol and Drug Abuse			
Substance Abuse Prevention and Treatment Block Grant (Fairview Treatment Center)	93.959	\$ 1,642,176	\$ 1,642,176
Social Services Block Grant	93.667	337,123	337,123
Passed through Louisiana Supreme Court			
Temporary Assistance for Needy Families (TANF) (Claire House)	93.558	<u>769,181</u>	<u>693,973</u>
Total U.S. Department of Health and Human Services		<u>\$ 2,748,480</u>	<u>\$ 2,673,272</u>
Total Component Unit Federal Financial Assistance		<u>\$ 2,758,527</u>	<u>\$ 2,683,319</u>

ST. MARY PARISH COUNCIL

Notes to Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2007

Note 1 - PUBLIC ASSISTANCE GRANTS

COUNCIL ONLY

The following is a detail of revenues from the Department of Homeland Security Public Assistance Grant detailed by fund:

Funds Related to:	Hurricane
	<u>Rita</u>
General Fund	\$4,968
Special Revenue Fund:	
Jesse Fontenot Memorial Boat Landing Fund	<u>56,600</u>
	<u>\$61,568</u>

The \$56,600 was received in a prior year but was reported as deferred revenue because the project was not completed. During 2007 the project was completed and the deferred revenue was recognized as revenue.

COMPONENT UNITS ONLY

The following is a detail of revenues from the Department of Homeland Security Public Assistance Grant detailed by component unit:

Water & Sewer Commission No. 2	\$1,097
Consolidated Gravity Drainage District No. 1	6,590
Recreation District No. 3	<u>2,360</u>
	<u>\$10,047</u>

INTERNAL ACCOUNTING CONTROL AND COMPLIANCE AND OTHER MATTERS



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 the accompanying financial statements of governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund and the Statement of Fiduciary Net Assets of the St. Mary Parish Council, as of and for the year ended December 31, 2007, which collectively comprises the St. Mary Parish Council's basic financial statements and have issued our report thereon dated June 23, 2008. We did not audit the financial statements of twenty-six of the forty-one discretely presented component units, which represent 78 percent and 85 percent, respectively, of the total assets and total revenues of the discretely presented component units of the St. Mary Parish Council. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the basic financial statements of the St. Mary Parish Council, insofar as it relates to the amounts included for these twenty-six components, was based solely on reports of 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the St. Mary Parish Council's internal control over financial reporting as a basis for designing our auditing procedures 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 St. Mary Parish Council's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the St. Mary Parish Council's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described as items 2007-4, 2007-5, 2007-6, and 2007-7 in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

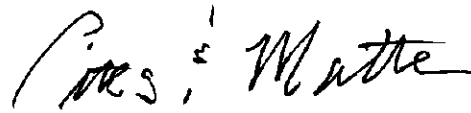
Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies, that are also considered to be material weaknesses. However, we believe that all four of the significant deficiencies described above are material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. Mary Parish Council's financial statements are free of 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 the tests of other auditors disclosed instances of noncompliance that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and questioned costs as items 2007-1, 2007-2, and 2007-3.

The Council's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Council's response and, accordingly, we express no opinion on it.

This report is intended solely for the use of management, the Finance Committee of the St. Mary Parish Council, federal awarding agencies and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.

A handwritten signature in black ink that reads "P. S. Matte". The signature is written in a cursive style with a small flourish at the end.

CERTIFIED PUBLIC ACCOUNTANTS

June 23, 2008



REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
OMB CIRCULAR A-133

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

Compliance

We have audited the compliance of the St. Mary Parish Council with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2007 (for the year ended September 31, 2007 for the two component entities). The St. Mary Parish Council and two of its discretely presented component units' major federal programs are identified in the summary of audit results section of the accompanying schedule of findings and questioned costs. We did not audit the compliance of these two discretely presented component units. The compliance of these two discretely presented component units was audited by other auditors whose reports have been furnished to us and our opinion, insofar, as it relates to those component units' compliance is based on the reports of those other auditors. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the St. Mary Parish Council's and component units' management. Our responsibility is to express an opinion on the St. Mary Parish Council's compliance based on our audit and the reports of other auditors.

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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 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 St. Mary Parish 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 other auditors provide a reasonable basis for our opinion. Our audit does not provide a legal determination on the St. Mary Parish Council's compliance with those requirements.

In our opinion, based on our audit and the reports of other auditors, the St. Mary Parish Council, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2007 for the primary government and the year ended September 30, 2007 for its components; Claire House and Fairview Treatment Center. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2007-1 MP.

Internal Control Over Compliance

The management of St. Mary Parish Council is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered St. Mary Parish Council's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 St. Mary Parish Council's internal control over compliance.

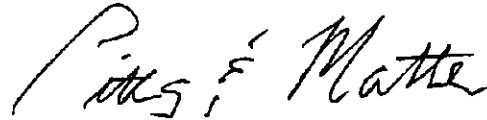
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a deficiency in internal control over compliance that we consider to be a significant deficiency.

A control deficiency in a entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2007-1-MP to be a significant deficiency.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs as items 2007-1-MP to be a material weakness.

The Council's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Council's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Finance Committee of the St. Mary Council, federal awarding agencies and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.

A handwritten signature in cursive script that reads "P. F. Matte".

CERTIFIED PUBLIC ACCOUNTANTS

June 23, 2008

ST. MARY PARISH COUNCIL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2007

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the St. Mary Parish Council.
2. Four control deficiency was disclosed during the audit of the basic financial statements to be reported in the 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. These conditions are reported as a material weaknesses.
3. Three instances of noncompliance material to the basic financial statements of the St. Mary Parish Council were disclosed during the audit.
4. One finding relating to the audit of a major federal award programs is reported in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance Required by OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for the St. Mary Parish Council expresses an unqualified opinion on all major federal programs.
6. One audit finding relative to a major federal award program for the St. Mary Parish Council is reported in Part C of this Schedule.
7. The programs tested as major programs include:

Primary Government
Section 8 Housing Choice Vouchers (CFDA No. 14.871)
Temporary Assistance to Needy Families (TANF) (CFDA No. 93.558)

Component Units
Substance Abuse Prevention (CFDA No. 93.959) - Fairview Treatment Center
Temporary Assistance for Needy Families (CFDA No. 93.558) - Claire House
8. The threshold for distinguishing types A and B programs was \$300,000.
9. St. Mary Parish Council was not determined to be a low risk auditee.

B. FINDINGS - FINANCIAL STATEMENT AUDIT

ITEMS RELATED TO PRIMARY GOVERNMENT

NONCOMPLIANCE

ITEM NO. 2007-1 Budget Monitoring

Auditors' Comments

Condition: During the course of the audit for the year ended December 31, 2007, it was noted that several of the Parish's individual funds needed budget amendments that were not made.

Criteria: State Statute, the St. Mary Parish Charter, and the St. Mary Parish budget ordinance require that budgets be amended when certain conditions exist. These conditions are explained in detail below. The Parish Charter and the budget ordinance are more restrictive than State Statute.

Effect: Failure to amend budgets to recognize anticipated shortfalls or surpluses in funds prevents the governmental body from effectively curtailing or expanding 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

According to the budget ordinance, the Administration shall notify the Council within thirty days of an actual account fluctuation from budget of five percent, up or down, in revenues or expenditures. Notification was not made and the following budgets were not amended although the following actual revenues exceeded budgeted revenues by five percent or more:

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
General Fund	\$5,613,724	\$5,079,813	\$534,711	10.5%
Boat Landing Permit Fund	26,780	24,000	2,780	11.6%
Jesse Fontenot Memorial Boat Landing Fund	72,894	15,200	57,694	379%

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
Marcel Boat Landing Fund	10,873	9,700	1,173	12.1%
Quintana Boat Landing Fund	21,669	19,800	1,869	9.4%
Housing Program	453,257	407,866	45,391	11.1%
Job Readiness	72,811	60,689	12,122	20%

Notification was not made and the following budgets were not amended although actual revenues were more than five percent below budgeted revenues:

NONE

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

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
Gaming Receipt Fund	\$667,672	\$752,423	\$84,751	11.2%
Community Grant Fund	298,060	478,371	180,311	37%
Joe C Russo Boat Landing Fund	16,975	23,785	6,810	29%
Road Construction & Maint. Fund	3,394,704	3,391,504	296,800	8.8%
Wards 1,2,3,4,7 & 10 Sales Tax Fund	484,772	694,369	209,597	30.2%
Jesse Fontenot Memorial Boat Landing Fund	19,556	24,802	5,246	21%
Housing Program	368,945	407,866	38,921	9.5%
Job Readiness	21,870	25,439	3,569	14%

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>
Jail Operating & Maintenance Fund	\$1,212,084	\$1,125,643	\$86,441	7.7%

Management's Response: 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 budget ordinance.

ITEM NO. 2007-2 FUND DEFICITS

Auditors' Comments

Condition: During the course of the audit it was noted that certain funds 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 and capital projects 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 individual funds were in violation of state statutes and had deficit fund balances at year end:

<u>Fund</u>	<u>Deficit Amount</u>
<u>Special Revenue Funds</u>	
Jail Operating & Maintenance Fund	\$(177,906)
Local Law Enforcement Block Grant #2	(741)
Juvenile Incentive Block Grant	(4,012)

Management's Response: The deficit in the Jail Operating & Maintenance Fund will be funded by increased sales tax revenues and transfer from the General Fund. The deficit in the Juvenile Incentive Block Grant will be funded by future revenue sources or transfers from the General Fund. The Local Law Enforcement Block Grant #2 Fund deficit will be funded by a transfer from the General Fund.

ITEM 2007-3 BUDGETS

Auditors' Comments

Condition: We noted during the course of the audit that the Council did not adopt an annual budget for the following Special Revenue Fund:

Local Law Enforcement Block Grant #2

Criteria: State law requires budgets for all Special Revenue Funds.

Effect: Failure to adopt an annual budget for a special revenue fund is a violation of state law.

Cause: The reason that an annual budget was not adopted for this special revenue fund is that this fund accounts for activities of a Federal grant whose grant period does not coincide with the Council's fiscal year. The Council uses the grant period budget to monitor results of operations for this fund.

Recommendation: The Council should adopt annual budgets for all funds as required by State law.

Management's Response: In the future, budgets will be adopted for all special revenue funds as required by state law.

ITEMS RELATED TO COMPONENT UNITS

INTERNAL CONTROL

ITEM NO. 2007-4 APPLICATION OF GAAP (generally accepted accounting principles)

Auditors' Comments

Condition: Management and staff lack the training and expertise in the selection and application of GAAP in the financial statement preparation process.

Criteria: SAS112, *Communication Internal Control Related Matters Identified in an Audit*, AU§325.18, states in pertinent part:

“Deficiencies in the following areas ordinarily are at least significant deficiencies in internal control:

- Controls over the selection and application of accounting principles that are in conformity with generally accepted accounting principles. Having sufficient expertise in selecting and applying accounting principles in an aspect of such controls.”

Furthermore, AU§325.32 identifies the following as a deficiency in the design of (internal) controls:

“Employees or management who lack the qualifications and training to fulfill their assigned functions. For example, in an entity that prepares financial statements in accordance with generally accepted accounting principles, the person responsible for the accounting and reporting function lacks the skills and knowledge to apply generally accepted accounting principles in recording the entity’s financial transactions or preparing its financial statements.”

Cause: The cause of the condition is the result of a failure to design and implement policies and procedures necessary to achieve adequate internal control.

Effect: Financial statements and related supporting transactions may reflect a material departure from generally accepted accounting principles.

Recommendation: No recommendation forwarded. The additional costs required to achieve the desired benefit may not be economically feasible.

The above comment is considered to be a material weakness for all of the following component units:

Water & Sewer No. 4
Waterworks No.6
Sewerage No. 8
Consolidated Gravity Drainage District No.6
Wax Lake East Drainage District No.6
Sub-Gravity #1 of Gravity #2
Recreation #3
Hospital #1
St. Mary Parish Library
St. Mary Parish Tourist Commission

Management Response:

Hospital Service District No. 1

Because of the hospital’s small size and limited number of accounting staff, reliance on our outside auditors to assist in the preparation of external financial statements and related disclosures is unavoidable.

All Other Districts

The District has evaluated the cost/benefit of establishing internal controls over the preparation of financial statement in accordance with GAAP and has determined that it is the best interest of the District to outsource this task to its independent auditors and will review, approve, and accept responsibility for the content and presentation of the statements and related notes prior to issuance.

ITEM NO. 2007 -5 EMERGENCY ROOM CHARGES

Condition and Criteria: Hospital Service District No. 1's emergency room nurses fill out charge sheets by memory after a patient has been discharged from the emergency room.

Effect: Emergency room charges could be recorded inaccurately.

Recommendation: A procedure should be enacted to ensure timely and accurate recording of charges.

Management Response: It was found that in some cases emergency room charges were not input in a timely manner and staff were having to rely on memory to complete the charging process. Operational changes in the use of a sticker system, progress notes and the patient chart as well as the automation of some functions have been implemented. Policies have been established requiring all charges to be completed before the end of each shift.

ITEM NO. 2007-6 INADEQUATE VACATION POLICY

Condition and Criteria: Hospital Service District No. 1 does not make it mandatory for key employees to take continuous vacations.

Effect: This condition represents a material weakness in the Hospital's internal control system.

Recommendation: Employees in key positions should be required to take a continuous one-week vacation per year with another employee cross-trained to perform their duties.

Management's Response: A policy requiring an annual continuous vacation of at least one week for key employees is being implemented.

ITEM NO. 2007-7 - SEGREGATION OF DUTIES

Auditors' Comments:

Condition: While performing audit tests and inquiring about internal control, it was discovered that there is very little segregation of duties within twenty-two of the component units.

Criteria: Ordinarily, the accounting duties performed in an organization are segregated to reduce possible errors or irregularities that could occur in the accounting records and not be detected.

Effect: Lack of segregation of duties increases the risk that errors or irregularities may occur and not be prevented or detected.

Cause: Generally the Component Units have limited personnel.

The above comment is considered to be a material weakness for all the following component units:

Water & Sewer Commission No. 1
Water & Sewer Commission No. 2
Water & Sewer Commission No. 4
Water & Sewer Commission No. 5
Waterworks District No. 6
Sewerage District No. 5
Sewerage District No. 8
Sewerage District No. 9
Wards 5 & 8 Joint Sewerage Commission
Consolidated Gravity Drainage District No. 1
Consolidated Gravity Drainage District No. 2
Consolidated Gravity Drainage District No. 6
Wax Lake East Drainage District
Sub-Gravity Drainage District No. 1 of Gravity Drainage District No. 2
Fire Protection District No. 3
Recreation District No. 3
Recreation District No. 4
Atchafalaya Golf Course Commission
Hospital Service District No. 3
St. Mary Parish Library
St. Mary Parish Tourist Commission
St. Mary Parish Communication District

Management's Response:

We have reviewed this situation and have decided that the additional controls derived by employing an additional person in our bookkeeping area is outweighed by the additional personnel costs.

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

ITEMS RELATED TO PRIMARY GOVERNMENT

ITEM NO. 2007-1 - MP Repayment of KDHAP Grant Funds

Type of Finding: Item of Noncompliance and Material Weakness

Questioned
Costs

Auditors' Comments

Condition: During the course of the audit we noted that the Program was required to reimburse HUD for KDHAP (Katrina Disaster Housing Assistance Payments) hurricane assistance funds received in 2006. The Program reimbursed the grantor \$36,469 in April of 2007, the Program had anticipated that \$24,664 would need to be reimbursed, if not expended for hurricane victims, and had previously recorded these amounts in deferred revenue. The remaining \$11,805 was reported by the Program as revenue in a prior year and was included in the Program's Balance Sheet as "restricted net assets".

A portion of the disallowed revenue appears to arise because of failure to meet the grantor's reporting requirement to separate the disaster housing assistance expenditures from normal assistance expenditures. Even though the Program's detail records differentiate between these two items of expenses.

Note that because these funds are related to a prior funding year and because the funds have previously been repaid, there is no questioned cost.

NONE

Criteria: The grant requires that grant funds be expended only for certain purposes. Grant reports should separate housing assistance payments by regular assistance and disaster assistance.

Effect: Failure to properly expend or properly report the expenditures of funds results in the need to return those grant funds.

Cause: Apparently there was some confusion regarding the allowed usage of the KDHAP funds because the program was started hurriedly in an emergency situation. However, a portion of the disallowed funding is apparently due to certain allowable KDHAP items being erroneously reported as regular HAP assistance.

Recommendation: The Program should more closely monitor the data submitted via the Vendor Management System (VMS) to assure agreement with actual activity.

Management's Response: The St. Mary Parish Housing Program is no longer assisting tenants through the KDHAP or DVP programs and therefore does not anticipate the situation to reoccur. However management does agree that in the future it will more closely monitor the data submitted via the VMS and REAC reporting systems.

ITEMS RELATED TO COMPONENT UNITS

NO ITEMS TO BE REPORTED

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

ITEMS RELATED TO PRIMARY GOVERNMENT

Items of Noncompliance

Item No. 2006-1 Budget Monitoring

Condition: During the course of the audit for the year ended December 31, 2006, 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. 2006-2 Fund Deficits

Condition: During the course of the audit, it was noted that certain funds had deficit fund balances.

Corrective Action: This has been partially corrected.

Item No. 2006-3 Budgets

Condition: It was noted during the audit that the Council did not adopt annual budgets for all of its special revenue funds.

Corrective Action: This has been partially corrected.

ITEMS RELATED TO COMPONENT UNITS

Noncompliance

ITEM NO. 2006-4 FAILURE TO PRUDENTLY INVEST EXCESS CASH

Auditors' Comments

Condition: Consolidated Gravity Drainage District No. 2 received \$3,600,000 from a 2006 general obligation bond issue. These funds were deposited into a money market account paying an estimated .0198% when the average governmental money market yield during the investment period was 4.95%. This rate was obtained using the average rate paid by the Louisiana Asset Management Pool, Inc. for the period.

Corrective Action: The board is still in negotiations with the bank in an effort to recoup the difference between what the yield restricted account earned and the amount that would have been earned based on the bank's average yield on governmental money market accounts. The board will closely monitor all investment accounts at their monthly meetings.

Internal Control

ITEM NO. 2006-5 SEGREGATION OF DUTIES

Auditors' Comments

Condition: While performing audit tests and inquiring about internal control, it was discovered that there is very little segregation of duties within twenty of the Component Units.

Corrective Action: This finding has not been corrected.

CORRECTIVE ACTION PLAN PREPARED BY MANAGEMENT
OF
ST. MARY PARISH COUNCIL

Item 2007-1 Budget Monitoring

Corrective Action

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 budget ordinance.

Item 2007-2 Fund Deficits

Corrective Action

The deficit in the Jail Operating & Maintenance Fund will be funded by increased sales tax revenues and transfers from the General Fund. The deficit in the Juvenile Incentive Block Grant will be funded by future revenue sources or transfers from the General Fund. The Local Law Enforcement Block Grant #2 Fund deficit will be funded by a transfer from the General Fund.

Item 2007-3 Budgets

Corrective Action

In the future, budgets will be adopted for all special revenue funds as required by state law.

Items No. 2007-4, 2007-5, and 2007-6

Corrective Action

These items relate to our component units and have been answered by their management.

Major Federal Award Program

Item No. 2007-1 - MP Repayment of KDHAP Funds

Corrective Action

The St. Mary Parish Housing program is no longer assisting tenants through the KDHAP or DVP programs and therefore, does not anticipate this situation to reoccur. However, in the future, we will more closely monitor the data submitted via the VMS and REAC reporting systems.

ST. MARY PARISH COUNCIL

**MUNICIPAL SOLID WASTE LANDFILL FACILITIES
FINANCIAL ASSURANCE MECHANISMS**

**CFO ASSERTION SCHEDULE
AS OF AND FOR THE YEAR ENDED
DECEMBER 31, 2007**

**WITH
AGREED UPON PROCEDURES REPORT
BY
INDEPENDENT CPAs**

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**Independent Certified Public Accountants' Report
On Applying Agreed-Upon Procedures**

To: Mr. Henry "Bo" LaGrange, CAO
St. Mary Parish Council
Franklin, Louisiana

We have performed the procedures enumerated in the attached appendix A to this report, which were agreed to by the St. Mary Council (the Council) to assist the Council in confirming selected financial data including the St. Mary Parish Council CFO Assertion Schedule (CFO Assertion Schedule). We have been advised by the Council that the CFO Assertion Schedule will be submitted to the Louisiana Department of Environmental Quality in support of the Council's use of the Local Government Financial Test to demonstrate financial assurance for the Council's obligations as owner and operator of a Municipal Solid Waste Landfill Facility as of December 31, 2007 and for the year then ended. Management is responsible for the Council's compliance with these requirements. This agreed upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the parties specified in this report. Consequently we make no representation regarding the sufficiency of the procedures described in the attached Appendix A, either for the purpose for which this report has been requested or for any other purpose.

The procedures we applied and our findings are described in appendix A to this report.

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

This report is intended solely for the information of the Council and management of the Council and is not intended to be and should not be used by anyone other than these specified parties; provided, however, that we acknowledge and agree that the Council may provide this report to the Louisiana Department of Environmental Quality, in support of the Council's financial assurance demonstration under the "Local Government Financial Test".

June 27, 2008

**St. Mary Parish Council
Agreed Upon Procedures Applied to
CFO Assertion Schedule**

ASSERTION NO. 1

<u>Procedures Applied</u>	<u>Finding</u>
1. Recomputed mathematical computations in CFO Assertion Schedule	Found no mathematical errors
2. Compared amount of cash used in CFO Assertion Schedule with amount of cash presented in St. Mary Council's audited financial statements for 2007	Found the amounts to be in agreement
3. Compared amount of marketable securities used in CFO Assertion Schedule with amount of investments presented in St. Mary Parish Council's audited financial statements for 2007	Found the amounts to be in agreement
4. Compared the amount of expenses per the CFO Assertion Schedule to the amount of expenses reported in the St. Mary Parish Council's audited financial statements for 2007	Found the amounts to be in agreement
5. Compared the adjustments in the CFO Assertion Schedule to convert from expenses as reported in the 2007 audited financial statements (GAAP Basis) to total expenditures for 2007 (as defined in EPA and DEQ regulations) to the amounts reported in the St. Mary Parish Council's audited financial statements for 2007	Found the amounts to be in agreement

ASSERTION NO. 2

<u>Procedures Applied</u>	<u>Finding</u>
1. Recomputed mathematical computations in the CFO Assertion Schedule	Found no mathematical errors
2. Compared the amount of debt service payments per the CFO Assertion Schedule to the amounts reported in the St. Mary Parish Council's audited financial statements for 2007	Found the amounts to be in agreement

Procedures AppliedFinding

- | | |
|--|--------------------------------------|
| 3. Compared the amount of expenses per the CFO Assertion Schedule to the amount of expenses reported in the St. Mary Parish Council's audited financial statements for 2007 | Found the amounts to be in agreement |
| 4. Compared the adjustments in the CFO Assertion Schedule to convert from expenses as reported in the 2007 audited financial statements (GAAP Basis) to total expenditures for 2007 (as defined in EPA and DEQ regulations) to the amounts reported in the St. Mary Parish Council's audited financial statements for 2007 | Found the amounts to be in agreement |

ASSERTIONS NO.'s 3 & 5ConfirmationFinding

- | | |
|---|---|
| 1. We confirm that we have audited the Council's reporting entity financial statements, prepared in accordance with Generally Accepted Accounting Principles for governments, as of and for the year ended December 31, 2007. We issued an unqualified opinion on those financial statements dated June 23, 2008. | Statements made by the CFO in the CFO Assertion Schedule did not conflict with information in the independent CPA's opinion |
|---|---|

ASSERTION NO. 4Procedures Applied

- | | |
|---|--------------------------------------|
| 1. Recomputed mathematical computations in the CFO Assertion Schedule | Found no computation errors |
| 2. Compared amounts reported in the CFO Assertion Schedule as total revenues and revenues from sale of assets for 2007 and 2006 to the amounts reported in the St. Mary Parish Council's audited financial statements for 2007 and 2006 | Found the amounts to be in agreement |

- | | |
|---|---|
| 3. Read the 2007 and 2006 St. Mary Parish Council's audited financial statements and related notes to the financial statements to determine if the financial statements or related notes disclosed any cash, investments or revenues from funds held by the Council in behalf of third parties | Found cash, investments, and revenue reported as being held in behalf of third parties in 2007 and 2006, however, these amounts were excluded from the computations in the CFO Assertion Schedule |
| 4. Obtained written confirmation from Chief Administrative Officer and Chief Financial Officer of St. Mary Parish Council regarding funds held by the Council for third parties | Found the confirmation reported that funds held in behalf of third parties were excluded from the amounts of cash, investments or revenues used in the CFO Assertion Schedule |
| 5. Compared the amounts reported in the CFO Assertion Schedule as total expenses for 2007 and 2006 to the amounts in the St. Mary Parish Council's audited financial statements for 2007 and 2006 | Found the amounts to be in agreement |
| 6. Compared the adjustments in the CFO Assertion Schedule to convert from expenses as reported in the 2007 and 2006 audited financial statements (GAAP Basis) to total expenditures for 2007 and 2006 (as defined in EPA and DEQ regulations) to the amounts reported in the St. Mary Parish Council's audited financial statements for 2007 and 2006 | Found the amounts to be in agreement |

Note to Procedures:

The agreed upon procedures were applied to the following records: the St. Mary Parish Council CFO Assertion Schedule, which is attached; the St. Mary Parish Council, Reporting Entity Financial Statements, Annual Financial Statements with Independent Auditors' Report for the year ended December 31, 2007, and the St. Mary Parish Council, Reporting Entity Financial Statements, and Annual Financial Statements with Independent Auditors' Report for the year ended December 31, 2006.

ST. MARY PARISH COUNCIL CFO ASSERTION SCHEDULE

MUNICIPAL SOLID WASTE LANDFILL FACILITIES FINANCIAL ASSURANCE MECHANISMS As of and for the Years Ended December 31, 2007 and 2006

Computation Schedule

ASSERTION NO. 1

The ratio of cash plus marketable securities to total expenditures (as adjusted) is greater than .05

Total cash at December 31, 2007	\$ 17,400,707
Total marketable securities at December 31, 2007	<u>21,067,051</u>
Total	<u>\$ 38,467,758</u>

Total expenses for year ended December 31, 2007	
Primary Government	\$ 28,182,616
Component Units	<u>41,347,366</u>
Total expenses	69,529,982

Adjustment to convert Expenses Under GAAP to Expenditures Under GAAP:

Less: Depreciation related to Governmental Activities:		
Primary Government	\$ 4,261,593	
Components	<u>2,375,110</u>	<u>(6,636,703)</u>
Total expenditures (GAAP Basis)		62,893,279

Adjustment to convert Expenditures Under GAAP to Expenditures under DEQ regulations:

Less: Interest		
Primary Government		
Governmental activities	\$ 1,256,717	
Business-type activities	344,181	
Component units	<u>646,698</u>	<u>(2,247,596)</u>

Total expenditures (as adjusted)	<u>\$ 60,645,683</u>
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Ratio of cash & marketable securities to expenditures (as adjusted)	0.63
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ASSERTION NO. 2

The ratio of annual debt service to total expenditures (as adjusted) is less than .20

Primary Government:	
Governmental Activities:	
Principal	\$ 2,877,213
Interest	1,241,382
Business-type Activities:	
Principal	255,000
Interest	344,181
Component Units:	
Principal	4,935,502
Interest	646,698
Annual debt service for year ended December 31, 2007	<u>\$ 10,299,976</u>
Total expenditures (as adjusted{see Assertion No. 1})	<u>\$ 60,645,683</u>
Ratio of debt service to expenditures (as adjusted)	0.17

ASSERTION NO. 3

The financial statements are prepared in accordance with Generally Accepted Accounting Principles for governments and the financial statements are audited by Independent Certified Public Accountants.

ASSERTION NO. 4

The St. Mary Parish Council has not operated at a deficit of five percent or more in the last two fiscal years.

Total revenues for year ended December 31, 2007:	
Charges for services	\$ 31,316,416
Operating grants and contributions	8,052,658
General revenues	<u>34,478,423</u>
Total revenues	73,847,497
Less: Gain on sale of equipment	<u>(17,835)</u>
Total revenues (as adjusted)	73,829,662
Total expenditures (as adjusted{see above})	<u>60,645,683</u>
Excess of revenues over expenditures	<u>\$ 13,183,979</u>
Amount of deficit	<u>NONE</u>

ASSERTION NO. 4 (CONTINUED)

Total revenues for year ended December 31, 2006:		
Charges for services		\$ 28,081,723
Operating grants and contributions		7,430,688
General revenues (\$36,701,554 - \$5,694,813)		<u>29,103,243</u>
Total revenues		64,615,654
Less: Gain on sale of equipment		<u>(5,319)</u>
Total revenues (as adjusted)		<u>64,610,335</u>
Total expenditures for year ended December 31, 2006		
Primary Government		\$24,669,817
Component Units		<u>37,296,837</u>
Total expenditures		61,966,654
Adjustment to convert Expenses Under GAAP to Expenditures Under GAAP:		
Less: Depreciation related to Governmental Activities:		
Primary Government	\$ 1,923,133	
Components	<u>2,216,290</u>	<u>(4,139,423)</u>
Total expenditures (GAAP Basis)		57,827,231
Adjustment to convert Expenditures Under GAAP to Expenditures under DEQ regulations:		
Less: Interest		
Primary Government		
Governmental activities	1,388,865	
Business-type activities	360,613	
Component units	<u>724,393</u>	<u>(2,473,871)</u>
Total expenditures (as adjusted)		<u>\$55,353,360</u>
Excess of revenues over expenditures		<u>\$ 9,256,975</u>
Amount of deficit		<u>NONE</u>

ASSERTION NO. 5

The St. Mary Parish Council has not received an adverse opinion, disclaimer of opinion, or qualified opinion from its independent certified public accountant on its December 31, 2007 financial statements.