

**Bossier Parish Police Jury
Benton, Louisiana**

Primary Government Financial Statements

**As of and For the Year Ended December 31, 2016
With Supplemental Information Schedules**

Bossier Parish Police Jury
Benton, Louisiana

Table of Contents

	<u>Page No.</u>
Independent Auditors' Report	1 – 3
Required Supplementary Information: Management's Discussion and Analysis	4 – 11
Basic Financial Statements:	
<i>Government-wide Financial Statements:</i>	
Statement of Net Position	12
Statement of Activities	13
<i>Fund Financial Statements:</i>	
Balance Sheet – Governmental Funds	14
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
Statement of Net Position – Proprietary Fund	18
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Fund	19
Statement of Cash Flows – Proprietary Fund	20
Notes to the Financial Statements	21 – 58
Required Supplementary Information:	
<i>Budgetary Comparison Schedules:</i>	
General Fund	59
Highway Fund	60
Library Fund	61
Capital Improvements	62

(Continued)

Bossier Parish Police Jury
Benton, Louisiana

Table of Contents
(Continued)

	<u>Page No.</u>
Corrections	63
Note to Required Supplementary Information	64
Schedule of Funding Progress for Retiree Health, Dental, and Life Plans	65
Schedule of Contributions	66
Schedule of Proportionate Share of Net Pension Liability	67
Other Supplementary Information:	
Supplementary Information Schedules – Combining Schedules for Non-Major Funds	68 – 69
Combining Balance Sheet – Nonmajor Governmental Funds	70 – 72
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	73 – 75
Schedule of Compensation Paid Police Jurors	76
Schedule of Compensation, Benefits, and Other Payments to Agency Head	77
Schedule of Expenditures of Federal Awards	78
Notes to Schedule of Expenditures of Federal Awards	79
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	80 – 81
Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance	82 – 83
Summary Schedule of Prior Audit Findings	84
Schedule of Findings and Questioned Costs	84
Schedules For Louisiana Legislative Auditor	
Summary Schedule of Prior Year Audit Findings	85
Corrective Action Plan For Current Year Audit Findings	85

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Independent Auditors' Report

To the Members of the
Bossier Parish Police Jury
Benton, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bossier Parish Police Jury, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Bossier Parish Police Jury's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Basis for Adverse Opinion on the Aggregate Discretely Presented Component Units

The financial statements do not include financial data for the Bossier Parish Police Jury's aggregate discretely presented component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the Parish's primary government unless the Bossier Parish Police Jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The Bossier Parish Police Jury has not issued such reporting entity financial statements. The amount by which this departure would affect the assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, revenues, and expenses of the government-wide financial statements has not been determined.

Adverse Opinion

In our opinion, because of the significance of the matter described in the "Basis for Adverse Opinion on the Aggregate Discretely Presented Component Units" paragraph, the financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component units of the Bossier Parish Police Jury, as of December 31, 2016 or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bossier Parish Police Jury as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 – 11 and 59 - 64, respectively, the Schedule of Funding Progress for Retiree Health, Dental, and Life Plans shown on page 65, the Schedule of Contributions on page 66, and the Schedule of Proportionate Share of Net Pension Liability on page 67, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bossier Parish Police Jury's basic financial statements. The accompanying other supplementary information listed in the table of contents and shown on pages 68 - 77 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, shown on pages 78 - 79, is presented for purposes of additional analysis and is also not a required part of the basic financial statements. The information is the responsibility of management and was

derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2017, on our consideration of the Bossier Parish Police Jury's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Bossier Parish Police Jury's internal control over financial reporting and compliance.



Cook & Morehart
Certified Public Accountants
June 22, 2017

BOSSIER PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Bossier Parish Police Jury's financial performance provides an overview of the Police Jury's financial activities for the fiscal year ended December 31, 2016. Please read it in conjunction with our financial statements, which begin on page 12.

FINANCIAL HIGHLIGHTS

- The assets of the Police Jury exceeded its liabilities at the close of 2016 by \$317,048,395. Of this amount, \$21,825,006 (unrestricted net position) may be used to meet the ongoing obligations to citizens and creditors in accordance with the Police Jury's fund designation and fiscal policies.
- The Police Jury's net position increased by \$14,425,655 or 5%.
- The Police Jury's total general and program revenues were \$66,117,025 in 2016 compared to \$59,115,295 in 2015.
- During the year ended December 31, 2016, the Police Jury had total expenses, excluding depreciation, of \$40,941,488, compared to \$40,021,076 for 2015.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 12-13) provide information about the activities of the Police Jury as a whole and present a longer-term view of the Police Jury's finances. Fund financial statements start on page 14. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Police Jury's operations in more detail than the government-wide statements by providing information about the Police Jury's most significant funds.

Reporting the Police Jury as a Whole

Our analysis of the Police Jury as a whole begins on page 12. One of the most important questions asked about the Police Jury's finances is "Is the Police Jury as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the funds maintained by the Police Jury as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Police Jury's *net position* and changes in them. You can think of the Police Jury's net position – the difference between assets and liabilities – as one way to measure the Police Jury's financial health, or *financial position*. Over time, *increases* or *decreases* in the Police Jury's net position is one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the Police Jury's property tax base, to assess the overall health of the Police Jury.

In the Statement of Net Position and the Statement of Activities, we divide the Police Jury into two kinds of activities: governmental activities and business-type activities.

Governmental activities – the majority of the expenses paid from the funds maintained by the Police Jury are reported here, consisting primarily of personal services, materials and supplies, travel, repairs and maintenance and other program services. Ad valorem taxes and sales taxes finance most of these activities.

Business-type activities - the Police Jury charges a fee to customers to help it cover the costs of certain water and sewer services it provides. The Consolidated Waterworks / Sewerage District No. 1 is reported here.

Reporting the Police Jury's Most Significant Funds

Our analysis of the major funds maintained by the Police Jury begins on page 14. The fund financial statements begin on page 14 and provide detailed information about the most significant funds maintained by the Police Jury – not the Police Jury as a whole. The Police Jury's *governmental funds* use the following accounting approaches:

Governmental funds – Most of the Police Jury's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the *modified accrual* accounting method, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the Police Jury's general government operations and the expenses paid from those funds. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance certain Police Jury expenses. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Position and the Statement of Activities) and governmental *funds* in a reconciliation at the bottom of the fund financial statements.

Proprietary Funds - When the Consolidated Waterworks / Sewerage District No. 1 charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the Police Jury's enterprise fund (a component of proprietary fund) is the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

THE POLICE JURY AS A WHOLE

The Police Jury's combined net position changed from a year ago, increasing from \$302,622,740 to \$317,048,395. A comparative analysis of the funds maintained by the Police Jury is presented below.

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 74,790,572	\$ 79,071,370	\$ 2,553,057	\$ 1,682,689	\$ 77,343,629	\$ 80,754,059
Capital assets, net	297,300,857	287,462,625	51,693,865	40,636,055	348,994,722	328,098,680
Internal balances	10,671,612	8,176,744	(10,671,612)	(8,176,744)		
Total assets	<u>382,763,041</u>	<u>374,710,739</u>	<u>43,575,310</u>	<u>34,142,000</u>	<u>426,338,351</u>	<u>408,852,739</u>
Deferred Outflows Of Resources						
Pension related	<u>5,606,532</u>	<u>2,017,962</u>			<u>5,606,532</u>	<u>2,080,373</u>
Current liabilities	3,166,743	3,040,969	1,859,551	1,272,999	5,026,294	4,313,968
Long-term liabilities	<u>69,473,252</u>	<u>70,503,997</u>	<u>24,097,293</u>	<u>18,257,150</u>	<u>93,570,545</u>	<u>88,761,147</u>
Total liabilities	<u>72,639,995</u>	<u>73,544,966</u>	<u>25,956,844</u>	<u>19,530,149</u>	<u>98,596,839</u>	<u>93,075,115</u>
Unavailable revenue -						
property taxes	15,264,561	15,056,302			15,264,561	15,056,302
advance on federal grant	391,084				391,084	
Pension related	<u>644,004</u>	<u>173,586</u>		<u>5,369</u>	<u>644,004</u>	<u>178,955</u>
	<u>16,299,649</u>	<u>15,229,888</u>			<u>16,299,649</u>	<u>15,235,257</u>
Net investment in capital assets,	254,524,242	241,133,940	16,924,960	14,213,969	271,449,202	255,347,909
Restricted	21,839,722	23,609,034	1,934,465		23,774,187	23,609,034
Unrestricted	<u>23,065,965</u>	<u>23,210,873</u>	<u>(1,240,959)</u>	<u>454,924</u>	<u>21,825,006</u>	<u>23,665,797</u>
Total net position	<u>\$ 299,429,929</u>	<u>\$ 287,953,847</u>	<u>\$ 17,618,466</u>	<u>\$ 14,668,893</u>	<u>\$ 317,048,395</u>	<u>\$ 302,622,740</u>

Net position of the Police Jury's governmental activities increased by \$11,476,082 or 4%. Unrestricted net position, the part of net position that can be used to finance Police Jury expenses without constraints or other legal requirements, decreased from \$23,210,873 at December 31, 2015 to \$23,065,965 at December 31, 2016.

Net position of the Police Jury's business-type activities increased by \$2,949,573 or 20%, due in large part to the transfer of assets purchased with capital outlay funds to the Consolidated Waterworks / Sewerage District No. 1 from the Police Jury.

Table 2
Change in Net Position

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues						
Program revenues						
Charges for services	\$ 2,575,098	\$ 2,398,102	\$ 2,111,216	\$ 1,877,852	\$ 4,686,314	\$ 4,275,954
Operating grants and contributions	5,602,453	4,515,087		3,082	5,602,453	4,518,169
Capital grants and contributions	15,181,710	9,975,219	996,332		16,178,042	9,975,219
General revenues						
Ad valorem taxes	15,540,600	14,893,745			15,540,600	14,893,745
Sales taxes	15,363,510	16,636,701			15,363,510	16,636,701
Other taxes	1,197,788	1,325,368			1,197,788	1,325,368
Franchise taxes	552,838	522,459			552,838	522,459
Investment earnings	467,982	276,824	16,582	5,140	484,564	281,964
Gaming tax revenues	3,880,370	4,159,620			3,880,370	4,159,620
State revenue sharing	541,938	550,014			541,938	550,014
Miscellaneous revenues	2,088,608	1,663,186			2,088,608	1,663,186
Gain on sale of property	-	312,896			-	312,896
Transfers	(1,479,173)	(1,963,016)	1,479,173	1,963,016	-	-
Total revenues	61,513,722	55,266,205	4,603,303	3,849,090	66,117,025	59,115,295
Expenses						
General government	10,136,014	9,565,564			10,136,014	9,565,564
Public safety	6,470,708	6,061,336			6,470,708	6,061,336
Public works	16,851,235	18,457,628			16,851,235	18,457,628
Public utilities	359,950	195,581			359,950	195,581
Health and Welfare	5,114,398	4,484,956			5,114,398	4,484,956
Culture and recreation	6,636,404	5,975,341			6,636,404	5,975,341
Economic development	2,360,352	2,202,333			2,360,352	2,202,333
Interest on long-term debt	2,108,579	1,959,698			2,108,579	1,959,698
Sewer and water			1,653,730	1,284,409	1,653,730	1,284,409
Total expenses	50,037,640	48,902,437	1,653,730	1,284,409	51,691,370	50,186,846
Increase (decrease) in net position	\$ 11,476,082	\$ 6,363,768	\$ 2,949,573	\$ 2,564,681	\$ 14,425,655	\$ 8,928,449

Total revenues increased \$7,001,730 or 12% from total revenues in the year ended December 31, 201 of \$59,115,295 to total revenues of \$66,117,025 in the year ended December 31, 2016.

Governmental Activities

Total revenues for the governmental activities increased approximately \$6,247,517, due in part to a increase in capital grants related to donated infrastructure for acceptance of subdivisions into the jury's road maintenance system.

The cost of all governmental activities this year was \$50,037,640. These costs were covered by \$23,359,261 of program revenues, with the remaining costs covered by property taxes, sales taxes, and other general revenues.

Business-type Activities

Total revenues for the business-type increased \$754,213 (19%) from total revenues in the year ended December 31, 2015 of \$3,849,090 to total revenues of \$4,603,303 in the year ended December 31, 2016, due to an increase in transfers from the Governmental funds in relation to capital outlay funding.

The cost of all business-type activities this year was \$1,653,730. These costs were covered by program revenues consisting of charges for services and capital grant and contributions.

THE POLICE JURY'S FUNDS

As the Police Jury completed the year, its governmental funds (as presented in the balance sheet on page 14) reported a *combined* fund balance of \$65,641,841, which is less than last year's fund balance of \$68,526,089.

General Fund Budgetary Highlights

The Police Jury adopted a budget for its General Fund for the year ended December 31, 2016, and amended the budget one time during the year. The budgetary comparison is presented as required supplementary information and shown on page 59. Highlights for the year are as follows:

- General fund expenditures were lower than amended budget due to lower expenditures than anticipated for the general government.
- Revenues were slightly less than amended budget, due in part to lower fees, charges and commissions for services than anticipated.

The Police Jury's General Fund balance of \$5,304,583 reported on page 14 differs from the General Fund's *budgetary* fund balance of \$3,589,854, reported in the budgetary comparison schedule on page 59. This is primarily due to the Police Jury budgeting on the cash basis of accounting.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of Decemer 31, 2016, the Police Jury had invested \$348,994,722 in capital assets. (see table 3 below)

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 16,356,170	\$ 13,913,947	\$ 1,458,369	\$ 1,458,369	\$ 17,814,539	\$ 15,372,316
Goodwill			1,226,000	1,226,000	1,226,000	1,226,000
Construction in Process	11,272,552	7,225,219	28,567,031	33,393,711	39,839,583	40,618,930
Buildings	79,795,906	82,560,070	20,098,225	4,208,792	99,894,131	86,768,862
Infrastructure	184,496,248	178,403,833			184,496,248	178,403,833
Equipment, Furnishings, Vehicles	3,714,576	3,894,426	344,240	349,183	4,058,816	4,243,609
Library Books & Materials	1,665,405	1,465,130			1,665,405	1,465,130
Total Capital Assets (Net)	<u>\$ 297,300,857</u>	<u>\$ 287,462,625</u>	<u>\$ 51,693,865</u>	<u>\$ 40,636,055</u>	<u>\$ 348,994,722</u>	<u>\$ 328,098,680</u>

DEBT

At December 31, 2016, the Police Jury had \$93,570,545 in long-term liabilities outstanding, versus \$88,761,147 at December 31, 2015. (See Table 4 below)

Table 4
Outstanding Debt At Year End

	Governmental Activities		Business-type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Revenue Bonds:						
Series 2012 - Utility Revenue Bonds	\$	\$	\$ 14,097,293	\$ 10,181,911	\$ 14,097,293	\$ 10,181,911
Series 2015 - Utility Revenue Bonds			10,000,000	8,063,431	10,000,000	8,063,431
Sales Tax Bond 2010A		19,660,000				19,660,000
Series 2010 Build America Bond	3,533,000	4,358,000			3,533,000	4,358,000
Revenue Bonds Series 2012 (LCDA CWUSD)	11,550,000	11,695,000			11,550,000	11,695,000
Series 2016A -Revenue Bond	7,760,000				7,760,000	
Series 2016B -Revenue Bond	8,000,000				8,000,000	
Unamortized premium						
Series 2012	496,930	516,043			496,930	516,043
Series 2016A	196,685				196,685	
Series 2015 - refunding bonds	11,375,000	11,515,000			11,375,000	11,515,000
Revenue Bonds Series 2007 (LCDA Improvements)	11,240,000	12,035,000			11,240,000	12,035,000
Compensated absences	465,775	403,445			465,775	403,445
Net pension liability	3,912,591	381,792		11,808	3,912,591	393,600
Other post-employment benefits	10,943,271	9,939,717			10,943,271	9,939,717
Totals	<u>\$ 69,473,252</u>	<u>\$ 70,503,997</u>	<u>\$ 24,097,293</u>	<u>\$ 18,257,150</u>	<u>\$ 93,570,545</u>	<u>\$ 88,761,147</u>

State law restricts the amount of debt that the Police Jury may issue. The aggregate principal amount of debt may not exceed 10% of the assessed valuation for property tax purposes for all real and personal property located within the parish. The Police Jury's total debt outstanding at year-end was below this limitation.

More detailed information about the debt are presented in Note 10 to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The Police Jury's management considered many factors when setting a fiscal year December 31, 2016 budget. Amounts available for appropriation in the governmental funds are expected to hold flat in sales tax revenues. Ad valorem taxes will increase due to continued residential and commercial development.

The Consolidated Waterworks / Sewerage District No. 1 (District) has on-going water and sewer projects and acquisitions for water / sewer infrastructure improvements within Bossier parish. The estimated costs of those improvements are approximately \$55,000,000. Funding for the improvements is to be provided by loans from the State of Louisiana, Department of Environmental Quality for \$27,750,000; issuance of revenue bonds through the Louisiana Local Government Authority for \$11,835,000; and State of Louisiana capital outlay funds totaling approximately \$15,500,000.

CONTACTING THE POLICE JURY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens and taxpayers with a general overview of the finances for those funds maintained by the police jury and to show the police jury's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Bossier Parish Police Jury,
P. O. Box 70, Benton, Louisiana 71006.

Bossier Parish Police Jury
Benton, Louisiana
Statement of Net Position
December 31, 2016

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 40,701,455	\$ 158,704	\$ 40,860,159
Restricted cash	2,289,083	1,955,418	4,244,501
Investments	1,650,000		1,650,000
Restricted Investments	10,774,195		10,774,195
Receivables	18,392,144	320,678	18,712,822
Prepaid expenses	983,695	118,257	1,101,952
Capital assets, net			
Non-depreciable	27,628,722	31,251,400	58,880,122
Depreciable (net)	269,672,135	20,442,465	290,114,600
Internal balances	10,671,612	(10,671,612)	
Total assets	<u>382,763,041</u>	<u>43,575,310</u>	<u>426,338,351</u>
Deferred Outflows Of Resources			
Pension related	<u>5,606,532</u>		<u>5,606,532</u>
Liabilities			
Current			
Accounts payable and accrued expenses	3,166,743	1,679,894	4,846,637
Payable from restricted assets:			
Customer deposits		179,657	179,657
Non-current liabilities:			
Due within one year	14,273,369	1,111,215	15,384,584
Due in more than one year	55,199,883	22,986,078	78,185,961
Total liabilities	<u>72,639,995</u>	<u>25,956,844</u>	<u>98,596,839</u>
Deferred Inflows of Resources			
Unavailable revenue			
Property taxes	15,264,561		15,264,561
Advance on federal grant	391,084		391,084
Pension related	644,004		644,004
Total Deferred Inflows of Resources	<u>16,299,649</u>		<u>16,299,649</u>
Net Position			
Net investment in capital assets	254,524,242	16,924,960	271,449,202
Restricted for:			
Capital projects	7,452,217		7,452,217
Public safety	1,579,336		1,579,336
Culture and recreation	8,810,856		8,810,856
Debt service	1,762,697	1,934,465	3,697,162
Health and welfare	1,933,234		1,933,234
Sewer Operations	301,382		301,382
Unrestricted	23,065,965	(1,240,959)	21,825,006
Total net position	<u>\$ 299,429,929</u>	<u>\$ 17,618,466</u>	<u>\$ 317,048,395</u>

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Statement of Activities
For the Year Ended December 31, 2016

Functions / Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
General government:							
Legislative	\$ 823,324	\$	\$	\$	\$ (823,324)	\$	\$ (823,324)
Judicial	3,208,961	1,228,415			(1,980,546)		(1,980,546)
Elections	313,732				(313,732)		(313,732)
Finance and administrative	1,686,142	20,700			(1,665,442)		(1,665,442)
Other	4,103,855	466,511	110,194		(3,527,150)		(3,527,150)
Public safety	6,470,708	403,504	527,906		(5,539,298)		(5,539,298)
Public works	16,851,235	362,960	483,439	15,181,710	(823,126)		(823,126)
Public utilities	359,950				(359,950)		(359,950)
Health and welfare	5,114,398		4,480,914		(633,484)		(633,484)
Culture and recreation	6,636,404	93,008			(6,543,396)		(6,543,396)
Economic development	2,360,352				(2,360,352)		(2,360,352)
Interest on long-term debt	2,108,579				(2,108,579)		(2,108,579)
Total governmental activities	<u>50,037,640</u>	<u>2,575,098</u>	<u>5,602,453</u>	<u>15,181,710</u>	<u>(26,678,379)</u>		<u>(26,678,379)</u>
Business-type Activities							
Sewer and water	1,653,730	2,111,216		996,332		1,453,818	1,453,818
Total business-type activities	<u>1,653,730</u>	<u>2,111,216</u>		<u>996,332</u>		<u>1,453,818</u>	<u>1,453,818</u>
Total Government	<u>\$ 51,691,370</u>	<u>\$ 4,686,314</u>	<u>\$ 5,602,453</u>	<u>\$ 16,178,042</u>	<u>(26,678,379)</u>	<u>1,453,818</u>	<u>(25,224,561)</u>
General revenues:							
Ad valorem taxes					15,540,600		15,540,600
Sales taxes					15,363,510		15,363,510
Gaming tax revenues					3,880,370		3,880,370
Franchise taxes					552,838		552,838
Other taxes					1,197,788		1,197,788
Investment earnings & dividends					467,982	16,582	484,564
State revenue sharing					541,938		541,938
Miscellaneous					2,088,608		2,088,608
Transfers					(1,479,173)	1,479,173	
Total general revenues					<u>38,154,461</u>	<u>1,495,755</u>	<u>39,650,216</u>
Change in net position					11,476,082	2,949,573	14,425,655
Net position - beginning					287,953,847	14,668,893	302,622,740
Net position - ending					<u>\$ 299,429,929</u>	<u>\$ 17,618,466</u>	<u>\$ 317,048,395</u>

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Balance Sheet
Governmental Funds
December 31, 2016

	General	Highway	Library	Capital Improvements	Corrections	LCDA Sewer Construction	LCDA Sinking Fund	Other Governmental Funds	Total Governmental Funds
Assets									
Cash and cash equivalents	\$ 4,900,438	\$ 5,337,980	\$ 13,416,484	\$ 5,520,904	\$ 3,555,938	\$	\$	\$ 7,969,711	\$ 40,701,455
Investments				1,400,000				250,000	1,650,000
Receivables	2,769,713	3,262,601	7,280,111	918,743	2,945,994			1,214,982	18,392,144
Restricted cash						301,382	141,910	1,845,791	2,289,083
Restricted investment							10,774,195		10,774,195
Due from other fund	80,574								80,574
Advance to Waterworks/Sewer District						10,671,612			10,671,612
Total assets	\$ 7,750,725	\$ 8,600,581	\$ 20,696,595	\$ 7,839,647	\$ 6,501,932	\$ 10,972,994	\$ 10,916,105	\$ 11,280,484	\$ 84,559,063
Liabilities, Deferred Inflows of Resources, and Fund Balances									
Liabilities:									
Accounts payable	\$ 410,211	\$ 908,173	\$ 676,144	\$ 184,989	\$ 210,263	\$	\$	\$ 506,108	\$ 2,895,888
Due to other fund		43,727	25,621	3,530	11			7,685	80,574
Total liabilities	410,211	951,900	701,765	188,519	210,274			513,793	2,976,462
Deferred inflows of resources:									
Unavailable revenue									
Property Taxes	1,990,197	2,024,905	7,405,053		3,012,866			831,540	15,264,561
Advance on federal grant								391,084	391,084
Other	45,734	122,987	61,436	11,241	19			43,698	285,115
Total deferred inflows of resources	2,035,931	2,147,892	7,466,489	11,241	3,012,885			1,266,322	15,940,760
Fund balances:									
Nonspendable						10,671,612			10,671,612
Restricted			10,323,123	7,452,217	1,336,751	301,382	10,916,105	4,036,001	34,365,579
Assigned	1,821,695	5,500,789	2,205,218	187,670	1,942,022			5,473,475	17,130,869
Unassigned	3,482,888							(9,107)	3,473,781
Total fund balances	5,304,583	5,500,789	12,528,341	7,639,887	3,278,773	10,972,994	10,916,105	9,500,369	65,641,841
Total liabilities, deferred inflows of resources and fund balances	\$ 7,750,725	\$ 8,600,581	\$ 20,696,595	\$ 7,839,647	\$ 6,501,932	\$ 10,972,994	\$ 10,916,105	\$ 11,280,484	\$ 84,559,063

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2016

Fund balances - total governmental funds	\$ 65,641,841
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	297,300,857
Premiums on debt issuances are recognized as an other financing source in the governmental funds, however, they are amortized over the life of the issuance in the statement of net position.	(693,614)
Long-term liabilities and other amounts are not due and payable in the current period and therefore are not reported in the funds.	
Bonds payable	(53,458,000)
Accrued interest	(270,855)
Compensated absences	(465,776)
OPEB	(10,943,271)
Net pension liability	(3,912,591)
Deferred inflows - pension related	(644,004)
Other long-term assets and other amounts are not available to pay for current-period expenditures and therefore are unavailable in the funds.	
Unavailable revenue	285,115
Deferred outflows - pension related	5,606,532
The nonallocation method of accounting for prepayments is used in the fund statements, since the prepayment does not provide expendable financial resources.	983,695
Net position of governmental activities	<u>\$ 299,429,929</u>

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2016

	General	Highway	Library	Capital Improvements	Corrections	LCDA Sewer Construction	LCDA Sinking Fund	Other Governmental Funds	Total Governmental Funds
Revenues:									
Ad valorem taxes	\$ 1,976,240	\$ 2,033,137	\$ 7,657,141		\$ 3,034,532			\$ 839,550	\$ 15,540,600
Sales tax	1,237,148	5,752,786		8,373,576					15,363,510
Gaming tax	996,860	1,158,416						1,725,095	3,880,371
Licenses and permits	974,477	211,495							1,185,972
Intergovernmental revenues	2,202,717	1,781,273	162,529	469,560	202,276			7,021,149	11,839,504
Fees, charges, and commissions for services	82,218	11,150	48,847		119,537			265,413	527,165
Fines and forfeitures		148,065	44,161					996,825	1,189,051
Interest and dividends	67,899	122,352	44,226	24,520	14,677	6,532	134,323	32,104	446,633
Miscellaneous	424,380	378,445	19,859		18,078			379,246	1,220,008
Total revenues	7,961,939	11,597,119	7,976,763	8,867,656	3,389,100	6,532	134,323	11,259,382	51,192,814
Expenditures:									
Current:									
General government:									
Legislative	421,777								421,777
Judicial	640,799								2,832,228
Elections	173,583							2,191,429	173,583
Finance and administrative	1,686,106							26,317	1,712,423
Other	302,136	99,762	229,919	2,851,672	93,546			25,820	3,602,855
Public safety	3,441,579				2,687,616			194,179	6,323,374
Public works		8,816,016		224,869				108,104	9,149,013
Health and welfare	184,991			22,645		24		4,826,351	5,033,987
Culture and recreation	51,398		5,017,156					365,625	5,434,179
Economic development	151,633			142,763				1,161,232	1,455,628
Public utilities	359,950								359,950
Capital outlay		708,494	1,710,112	3,636,876	63,450			3,270,346	9,389,278
Debt service:									
Principal retirement						145,000	935,000	4,929,605	6,009,605
Interest and other charges						528,731	797,211	1,041,739	2,367,681
Total expenditures	7,413,952	9,624,272	6,957,187	6,878,825	2,844,612	673,755	1,732,211	18,140,747	54,265,561
Excess (deficiency) of revenues over (under) expenditures	547,987	1,972,847	1,019,576	1,988,831	544,488	(667,223)	(1,597,888)	(6,881,365)	(3,072,747)
Other financing sources (uses):									
Transfers in	1,487,732	83,760		11,300	50,257	712,508	1,306,222	6,103,271	9,755,050
Transfers out	(1,305,702)	(1,317,900)		(4,836,455)				(2,510,553)	(9,970,610)
Payment to refunded bond escrow agent								(15,555,395)	(15,555,395)
Proceeds from refunding bonds								15,759,999	15,759,999
Premium on issuance of bonds								199,455	199,455
Total other financing sources (uses)	182,030	(1,234,140)		(4,825,155)	50,257	712,508	1,306,222	3,996,777	188,499
Excess (deficiency) of revenues and other sources over expenditures and other uses	730,017	738,707	1,019,576	(2,836,324)	594,745	45,285	(291,666)	(2,884,588)	(2,884,248)
Fund balances at beginning of year	4,574,566	4,762,082	11,508,765	10,476,211	2,684,028	10,927,709	11,207,771	12,384,957	68,526,089
Fund balances at end of year	\$ 5,304,583	\$ 5,500,789	\$ 12,528,341	\$ 7,639,887	\$ 3,278,773	\$ 10,972,994	\$ 10,916,105	\$ 9,500,369	\$ 65,641,841

The accompanying notes are an integral part of this statement.

Bossier Parish Policy Jury
Benton, Louisiana
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2016

Net change in fund balances - total governmental funds \$ (2,884,248)

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

Governmental funds report capital outlays as expenditures. However,
in the statement of activities, the cost of those assets is allocated over
their estimated useful lives and reported as depreciation expense.
This is the amount by which depreciation (\$10,189,550) exceeded
capital outlays (\$8,125,664) in the current period. (2,063,886)

The net effect of various transactions involving capital assets (sales,
trade-ins, donated infrastructure, etc.) is to increase net assets. 11,902,118

The repayment of principal of long-term debt consumes current
financial resources of governmental funds. 21,586,883

The nonallocation method of accounting for prepayments is used in the
fund statements, since the prepayment does not provide expendable
financial resources. 61,056

Revenues in the statement of activities that do not provide current financial
resources are not reported as revenues in the funds.

Unavailable revenue 53,044
Non-employer contributions to cost-sharing pension plan 108,153

Some expenses reported in the statement of activities do not require
the use of current financial resources and therefore are not reported as
expenditures in the funds.

Compensated absences (62,330)
Other post-employment benefits liabilities (1,003,554)
Pension expense (520,799)

Accrued interest expense on long-term debt is reported in the government-
wide statement of activities and changes in net assets, but does not require
the use of current financial resources; therefore, accrued interest expense
is not reported as expenditures in governmental funds. 259,100

Debt proceeds provide current financial resources to governmental funds,
but issuing debt increases long-term liabilities in the statement of net assets.
Bonds payable (15,959,455)

Change in net position of governmental activities \$ 11,476,082

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Statement of Net Position
Proprietary Fund
December 31, 2016

	Business-Type Activities- Enterprise Funds
Assets	
Current:	
Current assets:	
Cash and cash equivalents	\$ 158,704
Receivables (net of allowance for uncollectibles)	320,678
Prepaid expenses	118,257
Total current assets	<u>597,639</u>
Noncurrent assets:	
Restricted cash and cash equivalents	1,955,418
Capital assets:	
Land	1,458,369
Goodwill	1,226,000
Construction in process	28,567,031
Plant and equipment	21,800,096
Less: accumulated depreciation	<u>(1,357,631)</u>
Total noncurrent assets	<u>53,649,283</u>
Total assets	<u>54,246,922</u>
Liabilities	
Current liabilities:	
Accounts payable	1,679,894
Sewer revenue bonds	1,111,215
Payable from restricted assets:	
Customer deposits	<u>179,657</u>
Total current liabilities	<u>2,970,766</u>
Noncurrent liabilities:	
Sewer revenue bonds	22,986,078
Advance from police jury	<u>10,671,612</u>
Total noncurrent liabilities	<u>33,657,690</u>
Total liabilities	<u>36,628,456</u>
Net position	
Net investment in capital assets	16,924,960
Restricted - debt service	1,934,465
Unrestricted	<u>(1,240,959)</u>
Total net position	<u>\$ 17,618,466</u>

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
For the Year Ended December 31, 2016

	Business-Type Activities- Enterprise Funds
Operating revenues:	
Water sales	\$ 1,111,562
Sewerage service charges	936,807
Sprinkler fees	24,985
Delinquent charges	12,971
Miscellaneous revenues	24,891
Total operating revenues	<u>2,111,216</u>
Operating expenses:	
Personnel	45,234
Workers compensation	11,435
Insurance	117,069
Chemicals	40,810
Maintenance and repairs	187,099
Miscellaneous expenses	229,191
Office expense	6,192
Material and supplies	48,484
Utilities	145,787
Dues	6,894
Utility billing fees	84,534
Interest and fees	66,181
Professional services	11,374
Depreciation	560,332
Total operating expenses	<u>1,560,616</u>
Operating income	<u>550,600</u>
Non-operating revenues (expenses):	
Interest income	16,582
Interest expense	(93,114)
Total non-operating revenues (expenses)	<u>(76,532)</u>
Capital contributions	1,263,613
Donated assets	996,332
Transfers in	892,078
Transfers out	(676,518)
Total other financing sources (uses)	<u>2,475,505</u>
Change in net position	2,949,573
Net position - beginning of year	<u>14,668,893</u>
Net position - end of year	<u>\$ 17,618,466</u>

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2016

	Business-Type Activities- Enterprise Funds
Cash Flows From Operating Activities	
Receipts from customers	\$ 2,128,321
Cash payments to suppliers for goods and services	(1,224,880)
Other receipts (payments)	24,891
Net Cash From Operating Activities	<u>928,332</u>
Cash Flows From Non-Capital Financing Activities	
Transfers from other funds	892,078
Transfers to other funds	(676,518)
Net Cash from Non-capital Financing Activities	<u>215,560</u>
Cash Flow From Investing Activities	
Interest income	16,582
Net Cash From Investing Activities	<u>16,582</u>
Cash flows from Capital and Related Financing Activities	
Proceeds from utility revenue bonds	6,343,951
Acquisition / construction of capital assets	(6,049,696)
Principal paid on capital debt	(492,000)
Interest paid on capital debt	(105,744)
Net Cash (Used In) Capital and Related Financing Activities	<u>(303,489)</u>
Net increase in cash and cash equivalents	856,985
Cash, Beginning of year	<u>1,257,137</u>
Cash, End of year	<u><u>\$ 2,114,122</u></u>
Cash and cash equivalents are reflected on the Statement of Net Position as follows:	
Cash and cash equivalents	\$ 158,704
Cash and cash equivalents - restricted	1,955,418
Total	<u><u>\$ 2,114,122</u></u>
Reconciliation of Operating Income to Net Cash Provided By/(Used In) Operating Activities	
Operating income (loss)	\$ 550,600
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	560,332
Accounts receivable	(12,014)
Prepays	(1,369)
Accounts payable and accrued expenses	(268,460)
Pension related	45,233
Customer deposits	54,010
Net Cash Flows From Operating Activities	<u><u>\$ 928,332</u></u>
Supplemental Schedule of Noncash Capital and Related Financing Activity:	
Capital assets acquired	\$ 12,432,688
Vendor payable for property and equipment	(1,628,179)
Donated assets	(996,332)
Contributed capital from police jury	(1,263,613)
Advance from police jury	(2,494,868)
	<u><u>\$ 6,049,696</u></u>

The accompanying notes are an integral part of this statement.

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016

INTRODUCTION

The Bossier Parish Police Jury is the governing authority for Bossier Parish and is a political subdivision of the State of Louisiana. The Police Jury is governed by 12 jurors representing the various districts within the parish. The jurors serve four-year terms that expire in December 2019.

Louisiana Revised Statute (R.S.) 33:1236 gives the police jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of those are the power to make regulations for its own government; to regulate the construction and maintenance of roads, bridges, and drainage systems; and to provide for the health and welfare of the poor, disadvantaged, and unemployed in the parish. Funding to accomplish these tasks is provided by ad valorem taxes, sales tax, beer and alcoholic beverage permits, state revenue sharing, gaming tax revenues, and various other state and federal grants.

(1) Summary of Significant Accounting Policies

The Bossier Parish Police Jury's financial statements are prepared in conformity with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the Bossier Parish Police Jury are discussed below.

A. Reporting Entity

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

The Governmental Accounting Standards Board establishes criteria for determining which component units should be considered part of the Bossier Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Blended Component Unit – Component units that are legally separate from the police jury, but are so intertwined with the police jury that they are, in substance, the same as the police jury are blended component units. For a component unit to be blended, the organization's board and the police jury must be substantively the same, or the organization must provide services entirely or almost entirely to the police jury. The following component unit is reported as part of the police jury and *blended* with the appropriate police jury funds:

Consolidated Waterworks / Sewerage District No. 1. The board of the Consolidated Waterworks / Sewerage District No. 1 is substantially the same as the police jury and policy jury can impose its will on the District by significantly influencing the activities of the District. Therefore, we conclude that they are part of the police jury and their financial statements should be blended with those of the police jury.

Discrete Component Units – Component units that are legally separate from the police jury, but are financially accountable to the police jury, or whose relationship with the police jury are such that exclusion would cause the police jury's financial statements to be misleading or incomplete are discretely presented. The police jury has identified the following discrete component units:

Bossier Parish Sheriff's Office, Bossier Parish Clerk of Court, Bossier Parish Tax Assessor, and the District Attorney for the Twenty-Sixth Judicial District. Even though these are independently elected officials and are legally separate from the police jury, they are fiscally dependent on the police jury. The officials are fiscally dependent because the police jury has approval authority over the officials' capital budget. The police jury has approval authority over the officials' capital budget because the office space for the officials is furnished by the police jury, major capital purchases for the officials are included in the police jury's overall budget, and title to real property is in the name of the police jury. By using the fiscal dependency criterion, we conclude that these organizations are component units of the police jury.

Bossier Parish Communications District Number One. This entity was created by the police jury. The Communications District is governed by a Board of Commissioners which are appointed by the police jury. The police jury is financially accountable for the communication district because it appoints a voting majority of the governing board and has the ability to impose its will on them.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Other Special Districts

There are a number of special districts located in Bossier Parish (fire and ambulance) that each provide services to a limited number of parish citizens. The police jury appoints all board members of those districts which do not include a municipality within their boundaries. Therefore, the police jury can impose its will on these districts. While these districts are responsible for obtaining voter approval for the levy of taxes or debt issuance, all related Louisiana State Bond Commission approvals must be obtained through the police jury. The police jury appoints two of the five board members of those districts which include a municipality and therefore cannot impose its will on these entities. However, it would be misleading to include some like districts in the financial statements while excluding others. These agencies are:

East-Central Bossier Parish Fire Protection District No. 1
South Bossier Parish Fire Protection District No. 2
Ivan Fire Protection District No. 3
Benton Fire Protection District No. 4
Northeast Bossier Parish Fire Protection No. 5
Bossier Parish Emergency Medical Services District
Fire Protection District No. 7, Parish of Bossier

Complete financial statements of the individual component units may be obtained from their respective administration offices or from the Bossier Parish Police Jury at the Bossier Parish Courthouse in Benton, Louisiana.

The police jury has chosen to issue financial statements of the primary government (police jury) only; therefore, none of the previously listed discrete component units are included in the accompanying financial statements.

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

Other Related Organizations

Considered in the determination of component units of the reporting entity were the following:

Cypress-Black Bayou Recreation and Water Conservation District and Shreveport-Bossier Convention and Tourist Bureau. The police jury appoints only one (1) board member and has no significant contact or influence to the recreation district and tourist bureau.

The police jury appoints one (1) of seven (7) board members of the Caddo-Bossier Port Commission but has no significant contact or influence within the Port Commission.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

The police jury appoints the board members of the Industrial Development Board of the Parish of Bossier, Inc., but does not have the ability to impose its will and no financial benefit/burden relationship exists between them.

It was determined that these governmental entities are not component units of the Bossier Parish Police Jury reporting entity because of the reasons listed above.

B. Basic Financial Statements – Government-Wide Statements

The Bossier Parish Police Jury's basic financial statements include both government-wide (reporting the funds maintained by the Bossier Parish Police Jury as a whole) and fund financial statements (reporting the Bossier Parish Police Jury's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Consolidated Waterworks / Sewerage District No. 1 is classified as business-type activities. All other funds of the police jury are categorized as governmental activities.

In the government-wide Statement of Net Position, both the governmental activities and business-type activities columns are presented on a consolidated basis and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables, as well as long-term debt and obligations. The Bossier Parish Police Jury's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the Bossier Parish Police Jury's functions. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating, and capital grants. Program revenues must be directly associated with the function. Amounts reported as program revenues include 1) charges to customers for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Operating grants include operating-specific and discretionary (either operating or capital) grants, including nonemployer contributions to cost-sharing pension plan, while the capital grants column reflects capital-specific grants.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations of providing water and sewer services.

The net costs (by function) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.).

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

C. Basic Financial Statements – Fund Financial Statements

The financial transactions of the Bossier Parish Police Jury are recorded in individual funds in
(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the Bossier Parish Police Jury:

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

- a. General fund is the general operating fund of the Bossier Parish Police Jury. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.
- c. Debt service funds are used to account for all financial resources that are restricted, committed, or assigned to expenditure for principal and interest.
- d. Capital projects funds are used to account for financial resources that are restricted, committed, or assigned to expenditure for capital outlays.

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

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

The emphasis in fund financial statements is on the major funds in the governmental category. Nonmajor funds by category are summarized into a single column. GASB sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of fund category) for the determination of major funds.

The following major funds are presented in the fund financial statements:

General Fund – accounts for all financial resources except those required to be accounted for in another fund.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Highway Fund – accounts for property taxes, sales taxes, gaming revenues, grants, and various other revenues which are used to fund the construction and maintenance of parish highways, streets, and bridges.

Library Fund – accounts for property taxes and various other revenues used to fund the operation and maintenance of the parish libraries.

Capital Improvements Fund – accounts for the sales taxes received for capital improvement purposes, including acquisition, construction, improvement, maintenance, and operations of a maximum security jail and courthouse facilities.

Corrections Fund - The Correctional Facilities Fund accounts for the operation and maintenance of correctional facilities in Bossier Parish, including the furnishing of transportation and medical care for prisoners. Financing is provided by ad valorem tax revenue.

LCDA Sewer Construction Fund – accounts for the proceeds of LCDA Revenue Bonds and the use of such proceeds for the acquisition and construction of sewer systems and sewer improvements.

LCDA Sinking Fund - The LCDA Sinking Fund is used to account for the accumulation of resources for and the repayment of debt on revenue bonds issued for purposes of acquiring, constructing or improving streets and roads, parks and recreational facilities, and economic development facilities within the parish, title to which shall be in the public.

Consolidated Waterworks / Sewerage District No. 1 - The Consolidated Waterworks / Sewerage District was created by the Bossier Parish Police Jury for the purpose of acquiring a waterworks and sewerage system, and constructing and acquiring improvements and extensions to the waterworks and sewerage system. This fund is reported as an enterprise fund in the accompanying financial statements.

D. Basis of Accounting

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

1. Accrual:

The governmental funds in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under modified accrual basis of accounting, revenues are recorded when susceptible to accrual: i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

E. Budgets

The Policy Jury uses the following budget practices:

Proposed budgets for the ensuing year are prepared by the Treasurer during October of each year. During the month of November, the finance committee reviews the proposed budgets and makes changes as it deems appropriate. The availability of the proposed budgets for public inspection and the date of the public hearing on the budgets are then advertised in the official journal. The police jury holds a public hearing on the proposed budgets in order to receive comments from the public and other interested parties. Changes are made to the proposed budgets based on the public hearing and the desires of the police jury as a whole. The budgets are then adopted during a regular meeting or a special meeting held no later than 15 days prior to the beginning of the fiscal year, and notice is published in the official journal.

The police jury receives periodic budget comparison statements during the year that are used as a tool to control the operations of the parish. The Treasurer presents necessary budget amendments to the police jury during the year when, in their judgment, actual operations differ materially from those anticipated in the original budgets. During a regular or special meeting, the police jury reviews the proposed amendments, makes changes as it feels necessary, and formally adopts the amendments. The adoption of the amendments is included in the police jury minutes published in the official journal.

The police jury exercises budgetary control at the functional level. Within functions, the Treasurer has the authority to make amendments of up to 5%, as necessary. Unexpended appropriations lapse at year end and must be reappropriated in the next year's budget to be expended.

The availability of proposed budgets and the date of the public hearing for the 2016 budgets were published in the official journal on November 18, 2015. The 2016 budget hearings were held, and the budgets adopted at the jury meeting on December 2, 2015. Notice of adoption of the budgets was subsequently advertised in the official journal.

For the year ended December 31, 2016, the police jury adopted budgets on a cash basis for all funds. There was one amendment to the budget during 2016.

F. Cash, Cash Equivalents, and Investments

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

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Investments are limited by R.S. 33:2955 and the police jury's investment policy. Investments are reported at fair value.

For the purposes of the Statement of Cash Flows, the Sewer Fund considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

G. Restricted Cash and Investments

Restricted cash and investments represents amounts required by debt covenants to be segregated for capital projects and debt service, as well as amounts restricted for customer deposits for the Consolidated Waterworks/Sewerage District No. 1.

H. Capital Assets

Capital assets, except for infrastructure, purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Infrastructure assets purchased or acquired with an original cost of \$200,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received.

Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	40–75 years
Infrastructure	10–50 years
Furniture	7–10 years
Equipment	5–30 years
Vehicles	5–25 years
Library books and information	5 years

I. Revenues

Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year. The 2016 tax levy is intended to fund the 2017 fiscal year and has been recorded as a receivable and deferred inflow of resources. Sales tax revenues are recorded in the period in which the underlying exchange has occurred. Gaming tax revenues are recorded in the period during which the exchange transactions on which the tax is imposed occur. Fines, forfeitures, fees, and court costs are recognized in the period they are collected by the Bossier Parish Sheriff. Interest income on demand and time deposits is recorded when earned.

Federal and state grants are recorded when the police jury is entitled to the funds, except for certain federal grants which require funds not expended to be returned to the funding source. On those grants revenue is recognized only upon expending those funds. Grant funds received but not expended are reflected in the fund financial statements as deferred inflows of resources.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

J. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide financial statements.

K. Deferred Outflows / Inflows of Resources

The Police Jury's governmental activities and governmental funds report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The police jury has items that meet this definition and qualify for reporting in this category. Accordingly, the Police Jury has two types of these items, unavailable revenue and pension related, which are reported in the governmental funds balance sheet and statement of net position. The police jury reports unavailable revenue from several sources, including property taxes and various other receipts and reimbursements. These amounts are deferred and recognized as an inflow of resources in the period for which the amounts are levied or when the amounts become available.

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Police Jury currently has deferred outflows of resources related to pensions.

L. Net Position

Government-wide net position is divided into three components: Net investment in capital assets consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are restricted by the Police Jury's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors (less related liabilities and deferred inflows of resources). All other net position is reported as unrestricted net position. When an expense is incurred that can be paid using either restricted or unrestricted resources (net position), the Police Jury's policy is to first apply the expense toward restricted resources and then toward unrestricted resources.

M. Sales Taxes

During 1995 a special election was held in which a 1 ½% sales tax was passed in the Rural Sales Tax District of the Parish of Bossier, State of Louisiana. The sales tax is to be used for opening, operating, constructing and maintaining the public roads, bridges and drainage facilities.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

During 1999, a special election was held in which a ¼% sales tax was passed in the Sales Tax District No. 1 of Bossier Parish, State of Louisiana. The sales tax is to be used for constructing, improving, acquiring, operating and maintaining facilities and equipment, ambulance service and otherwise paying the cost of ambulance service for the residents of Bossier Parish.

During 2000, a special election was held in which a ½% sales tax was passed in the Parish of Bossier, State of Louisiana. The sales tax is to be allocated 70% to the Bossier Parish Police Jury and 30% to the Law Enforcement District of the Parish of Bossier, represented by the Sheriff of Bossier Parish.

The parish's share is to be used for capital improvement purposes including acquisition, construction, improvement, maintenance, and operations of a maximum security jail and courthouse facilities. The 30% which is allocated to the Law Enforcement District of the Parish is sent directly to the Sheriff of Bossier Parish and is not reflected in the financial statements of the police jury.

N. Compensated Absences

Employees of the police jury earn from 5 to 15 days of vacation leave each year, depending on their lengths of service. In the event that available vacation is not used by the end of the benefit year, employees will be allowed to carry over all unused vacation time. Upon termination of employment, unused vacation benefits will be paid in full. Accumulated vacation leave and sick, or a portion thereof, may be converted to additional retirement benefit credit upon application for normal retirement, based on the rules and regulations determined by the retirement system to which they contribute.

Employees of the police jury will accrue sick leave benefits which are calculated on the basis of a "benefit year" at the rate of 12 days per year. Unused sick leave will be allowed to accumulate without limit. Unused sick leave benefits will not be paid to employees while they are employed or upon termination of employment.

The current portion of compensated absences payable (the amount estimated to be used during the period of availability) is recorded as a liability in the fund financial statements. The entire balance of compensated absences payable is recognized as a liability in the government-wide financial statements. The non-current portion represents a reconciling item between the fund and government-wide statements.

O. Interfund Activity

Interfund activity is reported as either loans, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

P. Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Actual results could differ from those estimates.

Q. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities in the statement of net assets. Bonds payable are reported net of the applicable bond premium or discount. Debt issuance costs, except any portion related to prepaid insurance costs, is recognized as an expense in the period incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the 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.

R. Fund Balance

Fund balance amounts are reported within one of the fund balance categories listed below.

1. Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form, such as inventory or prepaid expenses, or (b) legally or contractually required to be maintained intact, such as a trust that must be retained in perpetuity.
2. Restricted fund balances are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
3. Committed fund balances include amounts that can be used only for the specific purposes as a result of constraints imposed by the Police Jury (the Police Jury's highest level of decision making authority). Committed amounts cannot be used for any other purpose unless the Police Jury removes those constraints by taking the same type of action (i.e. legislation, resolution, or ordinance).
4. Assigned fund balances are amounts that are designated by the Police Jury to be used for specific purposes, but are neither restricted nor committed. Amounts are assigned through the police jury's budgetary process.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

5. Unassigned fund balance are the residual classification for the Police Jury's general fund and include all spendable amounts not contained in the other classifications when both restricted and unrestricted fund balances are available for use, it is the Police Jury's policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

(3) Levied Taxes

The following is a summary of authorized and levied ad valorem taxes for the primary government for the year ended December 31, 2016:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parishwide taxes:			
General maintenance:			
Outside municipalities	4.00	2.77	Statutory
Within municipalities	2.00	1.38	Statutory
Road maintenance	1.99	2.07	2017
Library	7.57	7.57	2025
Health unit maintenance	.82	.85	2017
Correctional facilities	3.00	3.08	2021

The Road maintenance and Health unit maintenance ad valorem tax millage renewal was approved by the voters in November 2016, for a period of ten years beginning in 2018 and ending in 2027.

Since the 2016 tax levy is intended to fund the 2017 fiscal year, the levy has been recorded as a receivable and deferred inflow of resources. Amounts recognized as revenue from property taxes in 2016 represent collections in 2016 of the 2015 tax levy.

The differences between authorized and levied millages are the result of the reassessment of taxable property required by Article 7, Section 23 of the Louisiana Constitution of 1974.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(4) Cash, Cash Equivalents, and Investments

At December 31, 2016, the police jury has cash, cash equivalents, and investments (book balances), totaling \$57,528,855, as detailed below.

A. Cash and Cash Equivalents

Cash and cash equivalents at December 31, 2016 (book balances) totaled \$45,104,660, of which \$4,244,501 is shown as restricted. These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

B. Investments

Included in investments at December 31, 2016, are certificates of deposit totaling \$1,650,000 with maturities greater than 90 days. The certificates of deposit are carried at cost, which approximates market.

Included in restricted investments at December 31, 2016, are \$10,774,195 of investments in U.S. government securities. The securities are carried at market value, which is not materially different from the cost of the securities. The investments are held in escrow in relation to the Series 2015 Revenue Refunding Bonds.

C. Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of December 31, 2016, \$45,822,298 of the Police Jury's bank balances totaling \$47,168,861 were exposed to custodial credit risk as follows:

Uninsured and collateral held by the pledging bank's
trust department not in the Police Jury's name:

Cash and cash equivalents	\$ 10,067,298
Certificates of deposit	<u>35,755,000</u>
	<u>\$ 45,822,298</u>

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

D. Restricted Cash and Investments

Restricted cash at December 31, 2016, consisted of amounts received but not yet expended for the following purposes:

Governmental Activities -	
Sewer construction	\$ 301,381
Debt service	<u>1,987,702</u>
Total – governmental activities	<u>\$ 2,289,083</u>
Business-type activities –	
Debt service	\$ 1,775,761
Customer deposits	<u>179,657</u>
Total – business-type activities	<u>\$ 1,955,418</u>

Restricted investments consisted of funds held in escrow account totaling \$10,774,195 in relation to the Series 2015 Revenue Refunding Bonds.

(5) Receivables

The following is a summary of receivables at December 31, 2016:

<u>Class of Receivable</u>	
Governmental activities –	
Ad valorem taxes	\$ 14,882,572
Sales and use taxes	1,719,887
Capital outlay	126,792
Intergovernmental	181,157
Grants	106,194
Fees, charges, and commissions for services	24,794
Fines and forfeitures	56,784
Gaming	509,417
Mineral leases	51,300
Franchise taxes	92,558
Insurance stabilization refund	285,115
Other	<u>355,574</u>
Total – governmental activities	<u>\$ 18,392,144</u>
Business-type activities –	
Accounts receivable – water and sewer charges	<u>\$ 320,678</u>

Accounts receivable for business-type activities are shown net of an allowance for doubtful accounts of \$11,840.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(6) Capital Assets

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

	Balance at Jan. 1, 2016	Additions	Deletions	Balance at Dec. 31, 2016
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 13,913,947	\$ 2,442,223	\$	\$ 16,356,170
Construction in progress	7,225,219	4,047,333		11,272,552
Total capital assets, not being depreciated	21,139,166	6,489,556		27,628,722
Capital assets, being depreciated:				
Buildings and improvements	112,140,295	168,600		112,308,895
Infrastructure	236,659,805	12,165,090		248,824,895
Furniture, equipment & vehicles	11,479,874	601,100		12,080,974
Library books and information material	5,891,525	603,436		6,494,961
Total capital assets, being depreciated	366,171,499	13,538,226		379,709,725
Less accumulated depreciation:				
Buildings and improvements	(29,580,225)	(2,932,764)		(32,512,989)
Infrastructure	(58,255,972)	(6,072,675)		(64,328,647)
Furniture, equipment & vehicles	(7,585,448)	(780,950)		(8,366,398)
Library books and information material	(4,426,395)	(403,161)		(4,829,556)
Total accumulated depreciation	(99,848,040)	(10,189,550)		(110,037,590)
Total capital assets, being depreciated, net	266,323,459	3,348,676		269,672,135
Governmental activities capital assets, net	<u>\$287,462,625</u>	<u>\$ 9,838,232</u>	<u>\$</u>	<u>\$297,300,857</u>

Depreciation expense was charged to Governmental Activities as follows:

Public safety	\$ 130,404
Public works	7,716,478
Health and welfare	23,330
Culture and recreation	779,474
Capital projects	271,344
Economic development	894,312
General government - other	374,208
	<u>\$ 10,189,550</u>

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

	Balance at Jan. 1, 2016	Transfers	Additions	Deletions	Balance at Dec. 31, 2016
Business-Type Activities:					
Capital assets, not being depreciated:					
Land	\$ 1,458,369	\$	\$	\$	\$ 1,458,369
Goodwill	1,226,000				1,226,000
Construction in progress	33,393,711	(12,264,825)	7,438,145		28,567,031
Total capital assets, not being depreciated	36,078,080	(12,264,825)	7,438,145		31,251,400
Capital assets, being depreciated:					
Furniture, equipment & vehicles	401,590				401,590
Plant and improvements	4,953,684	12,264,825	4,179,997		21,398,506
Total capital assets, being depreciated	5,355,274	12,264,825	4,179,997		21,800,096
Less accumulated depreciation:					
Furniture, equipment & vehicles	(52,407)		(4,943)		(57,350)
Buildings and improvements	(744,892)		(555,389)		(1,300,281)
Total accumulated depreciation	(797,299)		(560,332)		(1,357,631)
Total capital assets, being depreciated, net	4,557,975	12,264,825	3,619,665		20,442,465
Business-type activities capital assets, net	<u>\$ 40,636,055</u>	<u>\$</u>	<u>\$ 11,057,810</u>	<u>\$</u>	<u>\$ 51,693,865</u>

Included in current year additions above is \$996,332 of donated assets acquired in the acquisition of a wastewater and sewerage collection and treatment system.

Depreciation expense was charged to Business-Type Activities as follows:

Water and Sewer	<u>\$ 560,332</u>
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(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(7) Accounts Payable and Accrued Expenses

Accounts payable and accrued expenses at December 31, 2016, consisted of the following:

<u>Class of Payable</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Salaries and benefits	\$ 387,156	\$ —
Accounts	2,452,388	1,628,179
Compensated absences	56,344	—
Other		12,502
Total – fund statements	<u>2,895,888</u>	
Accrued interest	<u>270,855</u>	<u>39,213</u>
Total – government-wide statements	<u>\$ 3,166,743</u>	<u>\$ 1,679,894</u>

(8) Interfund Balances

Interfund balances, on the fund statements, at December 31, 2016 consisted of the following:

<u>Due To</u>	<u>Due From</u>					<u>Total</u>
	<u>Highway</u>	<u>Library</u>	<u>Capital Improvements</u>	<u>Corrections</u>	<u>Non-Major Governmental Funds</u>	
General	\$ 43,727	\$ 25,621	\$ 3,530	\$ 11	\$ 7,685	\$ 80,574
Total	<u>\$ 43,727</u>	<u>\$ 25,621</u>	<u>\$ 3,530</u>	<u>\$ 11</u>	<u>\$ 7,685</u>	<u>\$ 80,574</u>

The interfund balances are the result of the time lag between dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(9) Interfund Transfers

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

Transfer To	Transfer From						Total
	General	Highway	Capital Improvements	Non-Major Governmental Funds	Total Governmental Funds	Proprietary Fund	
General	\$	\$ 75,000	\$ 1,158,000	\$ 254,732	\$ 1,487,732	\$	\$ 1,487,732
Highway	63,760			20,000	83,760		83,760
Capital Impr	11,300				11,300		11,300
Corrections	50,257				50,257		50,257
LCDA Sinking				1,306,222	1,306,222		1,306,222
LCDA Sewer Construction				35,990	35,990	676,518	712,508
Non-Major Governmental Funds	1,180,385	1,242,900	3,678,455	1,531	6,103,271		6,103,271
Proprietary Fund				892,078	892,078		892,078
Total fund statements	<u>\$ 1,305,702</u>	<u>\$ 1,317,900</u>	<u>\$ 4,836,455</u>	<u>\$ 2,510,553</u>	<u>\$ 9,970,610</u>	676,518	<u>\$ 10,647,128</u>

Transfers in - proprietary fund (892,078)

Reclassify contributed capital for government wide statements (1,263,613)

Total government wide statements \$ (1,479,173)

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Transfers in the government-wide financial statements have been adjusted for the reclassification of contributed capital transferred from governmental activities to business-type activities of \$1,263,614. This amount consists of the transfer of capital assets purchased with capital outlay funding from the sewer construction governmental fund to the Consolidated Waterworks / Sewerage District No. 1 enterprise fund.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(10) Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2016, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Revenue Bonds:					
Sales Tax Bond 2010A	\$ 19,660,000	\$ —	\$ (19,660,000)	\$ —	\$ —
Series 2010 Build America Bond	4,358,000	—	(825,000)	3,533,000	848,000
Revenue Bonds Series 2012 (LCDA CWWSD)	11,695,000	—	(145,000)	11,550,000	150,000
Unamortized premium - series 2012	516,043	—	(19,113)	496,930	19,113
Series 2015 revenue Refunding bonds	11,515,000	—	(140,000)	11,375,000	140,000
Sales Tax refunding 2016A	—	7,760,000	—	7,760,000	1,720,000
Unamortized premium - Series 2016A	—	199,455	(2,770)	196,685	33,242
Sales Tax Refunding 2016B	—	8,000,000	—	8,000,000	—
Revenue Bonds Series 2007 (LCDA Improvements)	<u>12,035,000</u>	<u>—</u>	<u>(795,000)</u>	<u>11,240,000</u>	<u>11,240,000</u>
Total Revenue Bonds	<u>59,779,043</u>	<u>15,959,455</u>	<u>(21,586,883)</u>	<u>54,151,615</u>	<u>14,150,355</u>
Other long-term liabilities:					
Compensated absences	444,622	346,621	(269,124)	522,119	179,358
Other post-employment benefit obligations	9,939,717	1,003,554	—	10,943,271	—
Net pension liability	<u>381,792</u>	<u>3,530,799</u>	<u>—</u>	<u>3,912,591</u>	<u>—</u>
Total other long-term liabilities	<u>10,766,131</u>	<u>4,880,974</u>	<u>(269,124)</u>	<u>15,377,981</u>	<u>179,358</u>
Governmental activities long-term liabilities	<u>\$ 70,545,174</u>	<u>\$ 20,840,429</u>	<u>\$ (21,856,007)</u>	69,529,596	14,329,713
Less amounts due within period of availability-- recorded in accounts payable				<u>(56,344)</u>	<u>(56,344)</u>
Total long-term liabilities, government-wide statements				<u>\$ 69,473,252</u>	<u>\$ 14,273,369</u>

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Business-type Activities:					
Utility Revenue Bonds:					
Series 2012	\$ 10,181,911	\$ 4,407,382	\$(492,000)	\$ 14,097,293	\$ 655,215
Series 2015	<u>8,063,431</u>	<u>1,936,569</u>	<u>—</u>	<u>10,000,000</u>	<u>456,000</u>
Total revenue Bonds	<u>\$ 18,245,342</u>	<u>\$6,343,951</u>	<u>\$(492,000)</u>	<u>\$ 24,097,293</u>	<u>\$ 1,111,215</u>
Other long-term liabilities:					
Net Pension Liability	<u>11,808</u>	<u>—</u>	<u>(11,808)</u>	<u>—</u>	<u>—</u>
Total Other Long-term Liabilities	<u>11,808</u>	<u>—</u>	<u>(11,808)</u>	<u>—</u>	<u>—</u>
Business-type activities long-term liabilities	<u>\$ 18,257,150</u>	<u>\$6,343,951</u>	<u>\$(503,808)</u>	<u>\$ 24,097,293</u>	<u>\$ 1,111,215</u>

Governmental activities revenue bonds consist of the following issues:

Series 2010, Build America Bonds, original amount \$8,162,000 for the acquiring, upgrade, expansion and construction of parish owed public improvements; interest rate of 5.00%; due in annual installments of approximately \$720,000 to \$919,000 through 2020. Repayment of debt will be from any lawfully available funds.

\$ 3,533,000

Series 2012, Revenue Bonds, original amount \$11,835,000 for the acquisition, upgrade, expansion, construction and equipping parish owned public improvements; interest rate of 2.0% to 5.00%; due in annual installments of approximately \$413,060 to \$1,209,000 through 2042. Repayment of debt will be from any lawfully available funds.

11,550,000

Series 2015 Revenue Refunding Bonds, original amount of \$11,590,000, for the purpose of refunding certain maturities of the Series 2007 revenue bonds; interest rate 2.44%; due in annual installments of approximately \$75,000 through \$1,250,000 through 2027. Repayment of debt will be from any lawfully available funds; Funds provided through the Louisiana Local Government Environmental Facilities and Community Development Authority.

11,375,000

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Sales Tax Refunding Bonds, Series 2016A, original amount \$7,760,000 for the purpose of advance refunding the Series 2010A Bonds, thus providing debt reductions and recapture of the reserve fund; interest rate between 2% and 5%; due in annual installments of approximately \$1,720,000 to \$2,245,000 through 2019. Repayment of debt will be from sales tax revenues.

7,760,000

Sales Tax Refunding Bonds, Series 2016B, original amount \$8,000,000 for the purpose of advance refunding the Series 2010A Bonds, thus providing debt reductions and recapture of the reserve fund; interest rate of 1.50%; interest only payments through December 31, 2019, then due in annual installments of approximately \$1,710,000 to \$3,110,000 beginning July, 2020 through 2022. Repayment of debt will be from sales tax revenues.

8,000,000

Series 2007, original amount \$17,325,000 for the purpose of the acquiring, constructing or improving streets and roads, parks and recreational facilities, and economic development facilities within the parish, title to which shall be in the public; interest rates range from 4.00% to 4.50%; due in annual installments of approximately \$1,310,000 through 2027. Repayment of debt will be from any lawfully available funds. Debt will be paid off-defeased in 2017 from Series 2015 revenue refunding bonds.

11,240,000

\$ 53,458,000

Business-type activities utility revenue bonds consist of the following issues:

Series 2012, Utilities Revenue Bonds, total amount available \$17,750,000 for constructing and acquiring improvements, extensions and replacements to the sewer system or any portion thereof; interest rate of .45% due in semi-annual installments of approximately \$39,938 through 2014 then annual amounts of approximately \$900,000 to \$975,000 through 2034. Payable from income and revenues derived from the sewer system. As of December 31, 2016, \$14,669,293 had been drawn on this issue through the Clean Water State Revolving Fund administered by the Louisiana Department of Environmental Quality.

14,097,293

Series 2015, Utilities Revenue Bonds, total amount available \$10,000,000 for constructing and acquiring improvements extensions to the sewer portion of the system; interest rate of .45% due in semi-annual installments of approximately \$456,000 to \$546,000 through 2036. Payable from income and revenues derived from the sewer system. Funds provided through the Clean Water State Revolving Fund administered by the Louisiana Department of Environmental Quality.

10,000,000

\$ 24,097,293

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Payments on long-term debt – revenue bonds are made from debt service funds. Payments on utility revenue bonds are made from the Enterprise fund. Compensated absences liability will be liquidated through various governmental funds. The liability for compensated absences at December 31, 2016, was allocated to the following funds: General fund (23%), Highway fund (30%), Library fund (25%), and Non-Major Governmental funds (22%).

Debt service requirements at December 31, 2016, were as follows:

Fiscal Year	Revenue Bonds		
	Principal	Interest	Total
2017	\$ 14,098,000	\$ 1,655,393	\$ 15,753,393
2018	5,006,000	1,247,465	6,253,465
2019	5,140,000	1,116,743	6,256,743
2020	5,244,000	905,411	6,149,411
2021	4,430,000	780,469	5,210,469
2022-2026	8,465,000	3,051,737	11,516,737
2027-2031	2,375,000	2,275,250	4,650,250
2032-2036	2,520,000	1,873,500	4,393,500
2037-2041	5,035,000	879,775	5,914,775
2042	1,145,000	26,575	1,171,575
	<u>\$53,458,000</u>	<u>\$13,812,318</u>	<u>\$67,270,318</u>

Included in principal payments due in 2017 is the balance of Series 2007 revenue bonds in the amount of \$10,415,000 which will be paid off – defeased in 2017 utilizing funds held in escrow and reported as restricted investments, which totaled \$10,774,195 at December 31, 2016.

Fiscal Year	Utility Revenue Bonds		
	Principal	Interest	Total
2017	\$ 1,111,215	\$ 93,906	\$ 1,205,121
2018	1,122,569	90,629	1,213,198
2019	1,132,922	85,554	1,218,476
2020	1,144,276	80,430	1,224,706
2021	1,154,629	75,258	1,229,887
2022-2026	5,941,216	296,965	6,238,181
2027-2031	6,229,175	171,529	6,400,704
2032-2036	6,261,291	34,729	6,296,020
	<u>\$24,097,293</u>	<u>\$ 929,000</u>	<u>\$25,026,293</u>

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(11) Pension Plan

The police jury participates in the Parochial Employees' Retirement System of Louisiana (System), a cost-sharing multiple-employer defined benefit pension plan established by Act 205 of the 1952 regular session of the Legislature of the State of Louisiana to provide retirement benefits to all employees of any parish in the state of Louisiana or any governing body or a parish which employs and pays persons serving the parish. Act 765 of the year 1979, established by the Legislature of the State of Louisiana, revised the System to create Plan A and Plan B to replace the "regular plan" and the "supplemental plan". Plan A was designated for employers out of Social Security. Plan B was designated for those employers that remained in Social Security on the revision date. The Retirement System is governed by Louisiana Revised Statutes, Title 11, Sections 1901 through 2025, specifically, and other general laws of the State of Louisiana.

All employees of the police jury are members of Plan A.

Plan Description

Parochial Employees' Retirement System of Louisiana is the administrator of a cost sharing multiple employer defined benefit pension plan. The System was established and provided for by R.S.11:1901 of the Louisiana Revised Statute (LRS). The System provides retirement benefits to employees of taxing districts of a parish or any branch or section of a parish within the State which does not have their own retirement system and which elects to become members of the System. The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to these appropriate statutes for more complete information.

Eligibility Requirements:

All permanent parish government employees (except those employed by Orleans, Lafourche and East Baton Rouge Parishes) who work at least 28 hours a week shall become members on the date of employment. New employees meeting the age and Social Security criteria have up to 90 days from the date of hire to elect to participate. As of January 1997, elected officials, except coroners, justices of the peace, and parish presidents may no longer join the System.

Retirement Benefits:

Any member of Plan A can retire providing he/she meets one of the following criteria:

For employees hired prior to January 1, 2007:

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

For employees hired after January 1, 2007:

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

Generally, the monthly amount of the retirement allowance of any member of Plan A shall consist of an amount equal to three percent of the member's final average compensation multiplied by his/her years of creditable service. However, under certain conditions, as outlined in the statutes, the benefits are limited to specified amounts.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Survivor Benefits:

Upon the death of any member of Plan A with five (5) or more years of creditable service who is not eligible for retirement, the plan provides for benefits for the surviving spouse and minor children, as outlined in the statutes. Any member of Plan A, who is eligible for normal retirement at time of death, the surviving spouse shall receive an automatic Option 2 benefit, as outlined in the statutes. A surviving spouse who is not eligible for Social Security survivorship or retirement benefits, and married not less than twelve (12) months immediately preceding death of the member, shall be paid an Option 2 benefit beginning at age 50.

Deferred Retirement Option Plan:

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

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum from the account equal to the payments into the account, a true annuity based upon his account balance in that fund, or roll over the fund to an Individual Retirement Account. Interest is accrued on the DROP benefits for the period between the end of DROP participation and the member's retirement date.

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

Disability Benefits:

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

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Cost of Living Increases:

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

Employer Contributions

According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2015, the actuarially determined contribution rate was 10.4% of member's compensation for Plan A. However, the actual rate for the fiscal year ending December 31, 2015 was 14.50% for Plan A. The actual rate for the fiscal year ending December 31, 2016 was 13.0%. The police jury's contributions to the System for the years ended December 31, 2016, 2015, and 2014 were \$1,143,452, \$1,215,975, and \$1,175,056, respectively.

According to state statute, the System also receives $\frac{1}{4}$ of 1% of ad valorem taxes collected within the respective parishes, except for Orleans and East Baton Rouge parishes. The System also receives revenue sharing funds each year as appropriated by the Legislature. Tax monies and revenue sharing monies are apportioned between Plan A and Plan B in proportion to the member's compensation. These additional sources of income are used as additional employer contributions and are considered support from non-employer contributing entities. Non-employer contributions received by the System and attributable to the police jury during the years ended December 31, 2016 and 2015 were \$108,153 and \$102,747, respectively.

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

At December 31, 2016, the police jury reported a liability of \$3,912,591 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The historical employer contributions are used to determine the proportionate relationship of each employer to all employers of Parochial Employees' Retirement System of Louisiana. The employer's proportion was determined on a basis that is consistent with the manner in which contributions to the pension plan are determined. The resulting allocation percentages were used in calculating each employer's proportionate share of the pension amounts.

The allocation method used in determining each employer's proportion was based on each employer's contribution to the plan during the fiscal year ended December 31, 2015 as compared to the total of all employer's contributions received by the plan during the fiscal year ended December 31, 2015.

At December 31, 2015, the police jury's proportion was 1.615635%, which was an increase of .127979% from its proportion measured as of December 31, 2014.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

For the year ended December 31, 2016, the police jury recognized pension expense of \$1,691,948, plus employer's amortization of change in proportionate share and the difference between employer contributions and proportionate share of contributions, \$(6,348).

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$	\$ 621,817
Changes of assumptions	871,786	
Net difference between projected and actual earnings on pension plan investments	3,580,129	
Changes in proportion and differences between employer contributions and proportionate share of contributions	11,165	22,187
Employer contributions subsequent to the measurement Date	<u>1,143,452</u>	
Total	<u>\$ 5,606,532</u>	<u>\$ 644,004</u>

The police jury reported a total of \$1,143,452 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of December 31, 2015, which will be recognized as a reduction in net pension liability in the year ended December 31, 2017.

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

<u>Year</u>	<u>Amount</u>
2017	\$ 1,013,632
2018	1,002,466
2019	1,066,153
2020	<u>736,825</u>
Total	<u>\$ 3,819,076</u>

Actuarial Methods and Assumptions

The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

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

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

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

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Amounts reported in fiscal year ended December 31, 2015 for Parochial Employees' Retirement System reflect an adjustment in the discount rate used to measure the total pension liability. The discount rate for the System was reduced by 0.25% to 7.00% as of the valuation date December 31, 2015. Other changes are as follows:

Valuation Date	December 31, 2015	December 31, 2014
Inflation Rate	2.50%	3.00%
Project Salary Increases	5.25% (2.50% Inflation, 2.75% Merit)	5.75% (3.00% Inflation, 2.75% Merit)

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.00% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.55% for the year ended December 31, 2015.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2015 are summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Fixed Income	34%	1.06%
Equity	51%	3.56%
Alternatives	12%	0.74%
Real assets	3%	0.19%
Totals	<u>100%</u>	<u>5.55%</u>
Inflation		<u>2.00%</u>
Expected Arithmetic Nominal Return		<u>7.55%</u>

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

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Sensitivity to Change in Discount Rate

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

	PLAN A		
	Changes in Discount Rate		
	1%	Current	1%
	Decrease	Discount	Increase
	6.00%	7.00%	8.00%
Net Pension Liability (Asset)	<u>\$9,802,476</u>	<u>\$3,912,591</u>	<u>\$ (1,065,060)</u>

Change in Net Pension Liability

The changes in the net pension liability for the year ended December 31, 2015 were recognized in the current reporting period as pension expense except as follows:

Differences between Expected and Actual Experience:

Differences between expected and actual experience with regard to economic or demographic factors in the measurement of the total pension liability were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan.

Differences between Projected and Actual Investment Earnings:

Differences between projected and actual investment earnings on pension plan investments were recognized in pension expense using the straight-line amortization method over a closed five year period.

Change in Assumptions:

The changes of assumptions about future economic or demographic factors were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan.

Change in Proportion:

Changes in the employer's proportionate shares of the collective net pension liability and collective deferred outflows of resources and deferred inflows of resources since the prior measurement date were recognized in employer's pension expense/(benefit) using a the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions through the pension plan.

Contributions – Proportionate Share

Differences between contributions remitted to the System and the employer's proportionate share are recognized in pension expense/(benefit) using the straight line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with a pension through the pension plan.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Retirement System Audit Report

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

Plan Fiduciary Net Position

Plan fiduciary net position is a significant component of the System's collective net pension liability. The System's plan fiduciary net position was determined using the accrual basis of accounting. The System's assets, liabilities, revenues and expenses were recorded with the use of estimates and assumptions in conformity with accounting principles generally accepted in the United States of America. Such estimates primarily related to unsettled transactions and events as of the date of the financial statements and estimates over the determination of the fair market value of the System's investments. Accordingly, actual results may differ from estimated amounts. The Plan's fiduciary net position has been determined on the same basis as that used by the plan. Detailed information about the fiduciary net position is available in a stand-alone audit report on their financial statements for the year ended December 31, 2015. Access to these reports can be found on the Louisiana Legislative Auditor's website, www.lla.la.gov.

(12) Other Postemployment Benefits

Plan Description – The Bossier Parish Police Jury administers a single-employer defined benefit Other Post Employment Benefit plan (OPEB). The Bossier Parish Police Jury's medical benefits are provided through a comprehensive medical plan and are made available to employees upon actual retirement.

Most employees are covered by the Parochial Employees' Retirement System of Louisiana, whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; age 60 and 10 years of service; or, age 65 and 7 years of service. For employees hired on and after January 1, 2007 retirement eligibility (D.R.O.P. entry) provisions are as follows: age 55 and 30 years of service; age 62 and 10 years of service; or, age 67 and 7 years of service. For the few employees not covered by that system, the same retirement eligibility has been assumed.

Dental insurance coverage is provided to retirees. The employer pays 80% of the cost of the dental insurance for the retiree dependents. We have used the unblended rates provided. All of the assumptions used for the valuation of the medical benefits have been used for dental insurance except for the trend assumption; zero trend was used for dental insurance. The dental actuarial costs and liabilities are included in the medical results.

Life insurance coverage is available to retirees and the blended rate (active and retired). The retiree pays 20% of the "cost" of the retiree life insurance, but it is based on the blended rate. Since GASB Codification Section P50 requires the use of "unblended" rates, we have used the 94GAR mortality table described below to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Retiree insurance coverage amounts are reduced to a flat \$9,000, although certain current retirees have different amounts from prior schedules.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

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

Fund Policy – Until 2008, the Bossier Parish Police Jury recognized the cost of providing post-employment medical and life insurance benefits (the Bossier Parish Police Jury's portion of the retiree medical and life insurance benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2016 and 2015, the Bossier Parish Police Jury's portion of health care and life insurance funding cost for retired employees totaled \$356,343 and \$427,487, respectively.

Effective January 1, 2008, the Bossier Parish Police Jury implemented Government Accounting Standards Board Codification Section P50, *Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions* (GASB Codification Section). This amount was applied toward the Net OPEB Benefit Obligation as shown in the following table.

Annual Required Contribution – The Bossier Parish Police Jury's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB Codification Section P50. The ARC is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB Codification Section P50) has been used for the post-employment benefits. The actuarially computed ARC is as follows:

	<u>2016</u>	<u>2015</u>
Normal cost	\$ 708,931	\$ 966,534
30-year UAL amortization amount	828,192	1,003,930
Annual required contribution (ARC)	<u>\$ 1,537,123</u>	<u>\$ 1,970,464</u>

Net Post-employment Benefit Obligation (Asset) – The table below shows the Bossier Parish Police Jury's Net Other Post-employment Benefit (OPEB) Obligation for fiscal years ending December 31:

	<u>2016</u>	<u>2015</u>
Beginning Net OPEB Obligation	\$ 9,939,717	\$ 8,549,173
Annual required contribution	1,537,123	1,970,464
Interest on Net OPEB Obligation	397,589	341,967
ARC Adjustment	<u>(574,815)</u>	<u>(494,400)</u>
OPEB Cost	1,359,897	1,818,031
Contribution	-	-
Current year retiree premium	<u>(356,343)</u>	<u>(427,487)</u>
Change in Net OPEB Obligation	<u>1,003,554</u>	<u>1,390,544</u>
Ending Net OPEB Obligation	<u>\$ 10,943,271</u>	<u>\$ 9,939,717</u>

The following table shows the Bossier Parish Police Jury's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability for last three years:

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net OPEB Liability (Asset)</u>
December 31, 2016	\$ 1,359,897	26.20%	\$ 10,943,271
December 31, 2015	\$ 1,818,031	23.51%	\$ 9,939,717
December 31, 2014	\$ 1,766,687	22.40%	\$ 8,549,173

Funded Status and Funding Progress – In 2016 and 2015, the Bossier Parish Police Jury made no contributions to its post-employment benefits plan. The plan is not funded, has no assets, and hence has a funded ratio of zero. Based on the January 1, 2016 actuarial valuation, the most recent valuation, the Actuarial Accrued Liability (AAL) at the end of the year December 31, 2016 was \$14,893,755 which is defined as that portion, as determined by a particular actuarial cost method (the Bossier Parish Police Jury uses the Projected Unit Credit Cost Method), of the actuarial present value of post-employment plan benefits and expenses which is not provided by normal cost.

	<u>2016</u>	<u>2015</u>
Actuarial Accrued Liability (AAL)	\$ 14,893,755	\$ 18,054,380
Actuarial Value of Plan Assets (AVP)	-	-
Unfunded Act. Accrued Liability (UAAL)	\$ 14,893,755	\$ 18,054,380
Funded Ratio (AVP/AAL)	0.00%	0.00%
Covered Payroll (active plan members)	\$ 9,312,926	\$ 8,758,080
UAAL as a percentage of covered payroll	159.93%	206.15%

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

The required schedule of funding progress immediately following the notes presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

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

Actuarial Value of Plan Assets – There are not any plan assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Codification Section P50.

Turnover Rate – An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce a composite average annual turnover of approximately 5%.

Post-employment Benefit Plan Eligibility Requirements – Based on past experience, it has been assumed that entitlement to benefits will commence three years after eligibility to enter the D.R.O.P., as described above under "Plan Description". Medical benefits are provided to employees upon actual retirement.

Investment Return Assumption (Discount Rate) – GASB Codification Section P50 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation.

Health Care Cost Trend Rate – The expected rate of increase in medical cost is based on a graded schedule beginning with 8% annually, down to an ultimate annual rate of 5.0% for ten year out and later.

Mortality Rate - The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is a recently published mortality table which has been used in determining the value of accrued benefits in defined benefit pension plans. Projected future mortality improvement has not been used since it is our opinion that this table contains sufficiently conservative margin for the population involved in this valuation.

Method of Determining Value of Benefits – The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The employer pays 80% of the cost of the medical insurance for the retirees and dependents. The rates provided applicable before age 65 are "blended" rates. Since GASB Codification Section P50 mandates that "unblended" rates be used, we have estimated the "unblended" rates for two broad groups: active and retired before Medicare eligibility. It has been assumed that the retiree rate before Medicare eligibility is 130% of the blended rate.

Inflation Rate - Included in both the Investment Return Assumption and the Healthcare Cost Trend rates above is an implicit inflation assumption of 2.50% annually.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

Projected Salary Increases - This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

Post-retirement Benefit Increases - The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

Below is a summary of OPEB cost and contributions for the last three fiscal calendar years.

	<u>OPEB Costs and Contributions</u>		
	FY 2014	FY 2015	FY 2016
OPEB Cost	\$ 1,766,687	\$ 1,818,031	\$ 1,359,897
Contribution	-	-	-
Retiree premium	395,821	427,487	356,343
Total contribution and premium	395,821	427,487	356,343
Change in net OPEB obligation	\$ 1,370,866	\$ 1,390,544	\$ 1,003,554
% of contribution to cost	0.00%	0.00%	0.00%
% of contribution plus premium to cost	22.40%	23.51%	26.20%

(13) Criminal Court Fund

R.S. 15:571.11 requires that one-half of any balance remaining in the criminal court fund at year-end be transferred to the parish General Fund. The following details the amount due at December 31, 2016:

Balance due at January 1, 2015	\$ 15,306
Amount due for 2016	-
Total	15,306
Remitted during 2016	(15,306)
Balance due at December 31, 2016	\$ -

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(14) Commitments

Waterworks / Sewerage District

The Consolidated Waterworks / Sewerage District No. 1 (District) has on-going water and sewer projects for water / sewer infrastructure improvements within Bossier parish. The estimated costs of those improvements are approximately \$55,000,000. Funding for the improvements is to be provided by two loans from the State of Louisiana, Department of Environmental Quality for \$17,750,000 and \$10,000,000; issuance of revenue bonds through the Louisiana Local Government Authority for \$11,835,000; and State of Louisiana capital outlay funds totaling approximately \$15,500,000. As of December 31, 2016, approximately \$53,051,496 had been expended for acquisition of water/sewer system and planning costs.

As of December 31, 2016, the police jury has commitments for signed construction, engineering, and other contracts in relation to the District of approximately \$11,866,204. As of December 31, 2016, approximately \$7,973,275 had been incurred on those contracts, and the balance remaining in those contracts was approximately \$3,892,929, which will be incurred subsequent to December 31, 2016.

Other Commitments

As of December 31, 2016, the police jury has commitments for signed construction, engineering, and other contracts of approximately \$7,785,987. As of December 31, 2016, approximately \$4,459,232 had been incurred on those contracts, and the balance remaining in those contracts was approximately \$3,326,755, which will be incurred subsequent to December 31, 2016.

A Cooperative Endeavor Agreement (CEA) was entered into between the State of Louisiana, Louisiana Department of Economic Development, Bossier Parish Police Jury, City of Bossier City, Cyberspace Innovation Center, Inc. (CIC) and Computer Sciences Corporation. The CEA details funding in regards to a building and improvements jointly owned by Bossier Parish Police Jury and City of Bossier City. The Bossier Parish Police Jury and City of Bossier City obligate to provide CIC with a grant for any costs in excess of the State Facility Construction Grant necessary to complete the Facility. The police jury and city obligate a grant of \$10 million (\$3,333,333 from Bossier Parish Police Jury and \$6,666,667 from City of Bossier City), unless the City and Parish mutually agree otherwise. The police jury has provided \$3,317,211 under this CEA, with the remaining \$16,122 to be paid in 2017.

(15) Donated Infrastructure

Included in capital grants and contributions in the Statement of Activities is \$11,902,118 of donated infrastructure. The donations are the result of the Bossier Parish Police Jury's acceptance of subdivisions into the jury's road maintenance system.

(16) Litigation and Claims

At December 31, 2016, the police jury is involved in numerous lawsuits. In the opinion of legal counsel for the police jury, the potential loss on all claims and lawsuits will not be significant to the police jury's financial statements.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(17) Economic Dependency

The following are the principal taxpayers for the parish and their 2016 assessed valuation.

	2016 Assessed Valuation	Percent of Total Assessed Valuation
J-W Operating	\$ 34,762,870	3.11%
Horseshoe Entertainment	20,353,579	1.82%
Southwestern Electric Power	18,466,110	1.65%
Bossier Casino Venture	16,854,590	1.51%
BHP Billiton Petroleum	13,510,895	1.21%
Midcontinent Express	12,286,770	1.10%
Gulf Crossing Pipeline	10,040,230	0.90%
Calumet Lubricants	8,858,503	0.80%
Louisiana Riverboat	8,164,730	0.73%
Enable Midstream Partners	8,158,307	0.73%
	<u>\$ 151,456,584</u>	<u>13.56%</u>

The police jury received gaming revenues of \$3,880,371 from local gaming establishments.

(18) Risk Management

The police jury purchases commercial insurance to provide workers compensation coverage and general liability and property insurance. There were no significant reductions in insurance coverage from the previous year.

Starting January 1, 2016, the Police Jury established a new partially self-funded health insurance policy. Under this policy the Jury pays Blue Cross and Blue Shield of Louisiana an admin fee to process dental, medical, and prescription drug claims. The Jury assumes all risk, except that which is covered by a medical stop-loss policy purchased from Blue Cross Blue Shield. The stop-loss policy has an individual limit of \$100,000. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have occurred but have not been reported. The estimated liability is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements and the amount of the loss can be reasonably estimated. Changes in the balances of the group's liability during 2016 are as follows:

Liability January 1	Claims and Changes in Estimates	Less Claims Payments	Liability December 31
\$ —	\$ 3,057,574	\$(2,827,753)	\$ 229,821

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(19) Fund Balance Classifications

The constraints on fund balance as listed in aggregate in the Statement of Revenues, Expenditures, and Changes in Fund Balance are detailed according to balance classification and fund, as follows:

	Major Special Revenue Funds					Major Capital Projects Fund	Major Debt Service fund	Other Governmental Funds	Total
	General Fund	Highway	Library	Capital Improvements	Corrections	LCDA Sewer Construction	LCDA Sinking Fund		
Fund balances:									
Nonspendable	\$	\$	\$	\$	\$	\$10,671,612	\$	\$	\$ 10,671,612
Restricted:									
Culture and recreation			10,323,123						10,323,123
Capital projects				7,452,217					7,452,217
Health and Welfare								2,082,224	2,082,224
Public safety					1,336,751			191,081	1,527,832
Debt service							10,916,105	1,762,696	12,678,801
Sewer operations						301,382			301,382
Assigned:									
Public Safety	63,961				1,942,022				2,005,983
Public works		5,500,789							5,500,789
Culture and recreation			2,205,218					630,689	2,835,907
Capital projects	1,757,734			187,670				3,591,680	5,537,084
Health and Welfare								37,608	37,608
Debt service								625,319	625,319
Economic development								588,179	588,179
Unassigned	3,482,888							(9,107)	3,473,781
Total fund balances	\$ 5,304,583	\$ 5,500,789	\$ 12,528,341	\$ 7,639,887	\$ 3,278,773	\$10,972,994	\$ 10,916,105	\$ 9,500,369	\$ 65,641,841

(20) Subsequent Events

Subsequent events have been evaluated through June 22, 2017, the date the financial statements were available to be issued.

(21) Customer Deposits

Deposits held for customers that are currently active on the water and sewer system total \$179,657 at December 31, 2016.

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Notes to Financial Statements
December 31, 2016
(Continued)

(22) Deferred Inflows of Resources

Deferred inflows of resources at December 31, 2016, consisted of the following:

	General Fund	Highway	Library	Corrections	Capital Improvements	Other Governmental Funds	Total
Unavailable revenue							
Property Tax	\$ 1,990,197	\$ 2,024,905	\$ 7,405,053	\$ 3,012,866	\$	\$ 831,540	\$15,264,561
Advance on federal grant						391,090	391,090
Other	45,734	122,987	61,436	19	11,241	43,692	285,109
Total deferred inflows of resources	<u>\$ 2,035,931</u>	<u>\$ 2,147,892</u>	<u>\$ 7,466,489</u>	<u>\$ 3,012,885</u>	<u>\$ 11,241</u>	<u>\$ 1,266,322</u>	15,940,760
Reclassify deferred inflows for government wide statements							
Other							(285,115)
Pension related							<u>644,004</u>
Total government wide statements							<u>\$16,299,649</u>

(23) Advance to Consolidated Waterworks / Sewerage District No. 1

The police jury provided proceeds of revenue bond borrowings not to exceed \$11,835,000 to the Consolidated Waterworks / Sewerage District No. 1 (District) for the purpose of financing the purchase of existing water and sewerage systems within the District and other costs of establishment of the system. This arrangement was formalized through a cooperative endeavor agreement between the police jury and the District in order to provide interim financing sufficient to purchase existing systems as needed by the District. It is the intent for the District to repay the advance from the police jury through funds generated by operations. The amount advanced by the police jury as of December 31, 2016, was approximately \$10,671,612. This amount is shown in the accompanying fund financial statements as advance to waterworks / sewerage district and advance from police jury, and is shown as internal balances on the accompanying government-wide financial statements.

Bossier Parish Policy Jury
Benton, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final	(Budgetary Basis)	
Revenues:				
Ad valorem taxes	\$ 1,900,000	\$ 1,930,000	\$ 1,928,939	\$ (1,061)
Sales tax	1,425,000	1,245,000	1,249,624	4,624
Licenses and permits	955,000	945,400	919,478	(25,922)
Intergovernmental revenues	1,653,744	2,173,766	2,108,726	(65,040)
Fees, charges, and commissions for services	150,500	150,500	75,316	(75,184)
Other revenues	199,799	516,145	583,779	67,634
Total revenues	6,284,043	6,960,811	6,865,862	(94,949)
Expenditures:				
Current:				
General government:				
Legislative	455,250	460,050	421,108	38,942
Judicial	705,400	729,725	620,893	108,832
Elections	366,500	254,814	163,142	91,672
Finance and administrative	1,980,690	2,030,595	1,585,917	444,678
Other	300,783	299,627	301,127	(1,500)
Public safety	1,760,000	2,121,612	2,152,077	(30,465)
Health and welfare	180,360	185,860	185,558	302
Culture and recreation	71,500	54,898	51,398	3,500
Capital projects	1,500	1,500		1,500
Economic development	201,865	210,420	149,373	61,047
Total expenditures	6,023,848	6,349,101	5,630,593	718,508
Excess (deficiency) of revenues over expenditures	260,195	611,710	1,235,269	623,559
Other financing sources (uses):				
Operating transfers in			90,306	90,306
Operating transfers out	(550,257)	(550,257)	(550,257)	
Total other financing sources (uses)	(550,257)	(550,257)	(459,951)	90,306
Excess (deficiency) of revenues and other sources over expenditures and other uses	(290,062)	61,453	775,318	713,865
Fund balances at beginning of year	2,825,343	2,825,343	2,814,536	(10,807)
Fund balances at end of year	\$ 2,535,281	\$ 2,886,796	\$ 3,589,854	\$ 703,058

See accompanying note to the required supplementary schedule.

Bossier Parish Policy Jury
Benton, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
Highway Fund
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Ad valorem taxes	\$ 1,932,000	\$ 1,981,000	\$ 1,981,349	\$ 349
Sales tax	6,875,000	5,850,000	5,831,400	(18,600)
Gaming Tax	1,300,000	1,070,000	1,071,443	1,443
License and permits	160,000	220,680	217,305	(3,375)
Intergovernmental revenues	1,575,000	1,511,911	1,997,952	486,041
Fines and forfeitures	175,000	122,000	127,254	5,254
Use of money and property	7,500	121,686	122,352	666
Other revenues	65,000	665,944	224,918	(441,026)
Total revenues	12,089,500	11,543,221	11,573,973	30,752
Expenditures:				
Current:				
General government:				
Finance and administrative	187,500	173,219	98,609	74,610
Public works	11,645,750	10,749,609	9,161,305	1,588,304
Total expenditures	11,833,250	10,922,828	9,259,914	1,662,914
Excess (deficiency) of revenues over expenditures	256,250	620,393	2,314,059	1,693,666
Other financing sources (uses):				
Operating transfer in	800,000	20,000	20,000	
Operating transfers out	(1,042,900)	(1,042,900)	(1,317,900)	(275,000)
Total other financing sources (uses)	(242,900)	(1,022,900)	(1,297,900)	(275,000)
Excess (deficiency) of revenues and other sources over expenditures and other uses	13,350	(402,507)	1,016,159	1,418,666
Fund balances at beginning of year	4,321,821	4,321,821	4,330,176	8,355
Fund balances at end of year	\$ 4,335,171	\$ 3,919,314	\$ 5,346,335	\$ 1,427,021

See accompanying note to the required supplementary schedule.

Bossier Parish Policy Jury
Benton, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
Library Fund
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Ad valorem taxes	\$ 7,280,000	\$ 7,280,000	\$ 7,456,541	\$ 176,541
Intergovernmental revenues	161,000	161,000	162,529	1,529
Fees, charges, and commissions for services	40,000	47,000	48,846	1,846
Fines and forfeitures	40,000	44,000	44,161	161
Use of money and property	2,000	43,000	44,226	1,226
Other revenues	17,000	20,000	19,859	(141)
Total revenues	<u>7,540,000</u>	<u>7,595,000</u>	<u>7,776,162</u>	<u>181,162</u>
Expenditures:				
Current:				
General government:				
Finance and administrative	235,000	235,000	232,447	2,553
Culture and recreation	7,305,000	7,360,000	6,474,374	885,626
Total expenditures	<u>7,540,000</u>	<u>7,595,000</u>	<u>6,706,821</u>	<u>888,179</u>
Excess (deficiency) of revenues over expenditures			1,069,341	1,069,341
Fund balances at beginning of year	<u>12,346,953</u>	<u>12,346,953</u>	<u>12,346,745</u>	<u>(208)</u>
Fund balances at end of year	<u>\$ 12,346,953</u>	<u>\$ 12,346,953</u>	<u>\$ 13,416,086</u>	<u>\$ 1,069,133</u>

See accompanying note to the required supplementary schedule.

Bossier Parish Policy Jury
Benton, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
Capital Improvements
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Sales tax	\$ 9,000,000	\$ 8,400,000	\$ 8,438,456	\$ 38,456
Use of money and property	7,500	23,793	24,520	727
Other revenues		469,560	469,560	
Total revenues	9,007,500	8,893,353	8,932,536	39,183
Expenditures:				
Current:				
General government:				
Judicial		326,449		326,449
Other Administration	2,939,209	3,630,155	3,486,289	143,866
Public works	155,371	155,371	115,802	39,569
Health and Welfare	53,000	53,000	22,888	30,112
Economic development	4,000,000	4,473,333	3,459,974	1,013,359
Total expenditures	7,147,580	8,638,308	7,084,953	1,553,355
Excess (deficiency) of revenues over expenditures	1,859,920	255,045	1,847,583	1,592,538
Other financing sources (uses):				
Operating transfers in	812,060			
Operating transfers out	(5,251,118)	(5,257,855)	(4,836,455)	421,400
Total other financing sources (uses)	(4,439,058)	(5,257,855)	(4,836,455)	421,400
Excess (deficiency) of revenues and other sources over expenditures and other uses	(2,579,138)	(5,002,810)	(2,988,872)	2,013,938
Fund balances at beginning of year	9,909,777	9,909,777	9,909,397	(380)
Fund balances at end of year	\$ 7,330,639	\$ 4,906,967	\$ 6,920,525	\$ 2,013,558

See accompanying note to the required supplementary schedule.

Bossier Parish Policy Jury
Benton, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
Corrections
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Ad valorem taxes	\$ 2,850,000	\$ 2,955,000	\$ 2,956,998	\$ 1,998
Intergovernmental revenues	36,064	128,799	248,352	119,553
Fees, charges, and commissions for services	125,000	110,000	115,618	5,618
Other revenues	160,177	175,802	18,078	(157,724)
Use of money and property		14,696	14,677	(19)
Total revenues	<u>3,171,241</u>	<u>3,384,297</u>	<u>3,353,723</u>	<u>(30,574)</u>
Expenditures:				
Current:				
General government:				
Other Administration	92,000	92,119	92,119	
Public safety	3,978,390	3,624,405	2,825,399	799,006
Total expenditures	<u>4,070,390</u>	<u>3,716,524</u>	<u>2,917,518</u>	<u>799,006</u>
Excess (deficiency) of revenues over expenditures	<u>(899,149)</u>	<u>(332,227)</u>	<u>436,205</u>	<u>768,432</u>
Other financing sources (uses):				
Operating transfers in	50,257	50,257	50,257	
Total other financing sources (uses)	<u>50,257</u>	<u>50,257</u>	<u>50,257</u>	
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(848,892)</u>	<u>(281,970)</u>	<u>486,462</u>	<u>768,432</u>
Fund balances at beginning of year	<u>3,069,476</u>	<u>3,069,477</u>	<u>3,069,477</u>	
Fund balances at end of year	<u>\$ 2,220,584</u>	<u>\$ 2,787,507</u>	<u>\$ 3,555,939</u>	<u>\$ 768,432</u>

See accompanying note to the required supplementary schedule.

Bossier Parish Police Jury
Benton, Louisiana
Note to Required Supplementary Information
December 31, 2016

Budget comparison statements included in the accompanying financial statements include the original adopted budgets and all subsequent amendments. For GAAP basis financial reporting, the General fund includes activities of the Juvenile Detention, Capital Projects Reserve and Sewer Operation funds, as those funds do not meet the criteria to be classified as special revenue funds.

The following schedule reconciles excess (deficiency) of revenues and other sources over expenditures and other uses on the statement of revenues, expenditures and changes in fund balances (budget - cash basis) with the amounts shown on the statement of revenues, expenditures and changes in fund balances (GAAP basis):

	<u>General Fund</u>	<u>Highway Fund</u>	<u>Library Fund</u>	<u>Capital Improvement</u>	<u>Corrections</u>
Excess (Deficiency) of revenue and other expenditures and other uses (budget basis)	\$ 775,318	\$ 1,016,159	\$ 1,069,341	\$ (2,988,872)	\$ 486,462
Adjustments:					
Revenue accruals - net	20,894	86,906	200,601	(53,580)	35,377
Expenditures accruals - net	(211,797)	(364,358)	(250,366)	206,128	72,906
Revenue, transfers, and Other financing sources:					
Juvenile Detention	1,318,260				
Sewer Operations	254,660				
Capital Project Reserve	914,923				
Expenditures, transfers, and Other financing uses:					
Juvenile Detention	(1,301,979)				
Sewer Operations	(359,877)				
Capital Project Reserve	(680,385)				
Excess (deficiency) of revenues and other sources over expenditures and other uses (GAAP basis)	<u>\$ 730,017</u>	<u>\$ 738,707</u>	<u>\$ 1,019,576</u>	<u>\$ (2,836,324)</u>	<u>\$ 594,745</u>

Bossier Parish Police Jury
Benton, Louisiana
Schedule of Funding Progress for Retiree Health, Dental, and Life Plans
For the Year Ended December 31, 2016

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded ALL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
1/1/2016	0	\$ 14,893,755	\$ 14,893,755	0	\$ 9,312,926	160%
1/1/2014	0	\$ 16,692,289	\$ 16,692,289	0	\$ 8,128,994	205%
1/1/2012	0	\$ 12,482,034	\$ 12,482,034	0	\$ 7,887,225	159%
1/1/2010	0	\$ 15,179,114	\$ 15,179,114	0	\$ 7,397,527	205%

Bossier Parish Police Jury
Benton, Louisiana
Schedule of Contributions
For the Year Ended December 31, 2016

Parochial Employees' Retirement System

	2016	2015
Contractually required contribution	\$ 1,149,203	\$ 1,227,901
Contributions in relation to the contractually required contribution	1,149,203	1,227,901
Contribution deficiency (excess)	-	-
Covered-employee payroll	8,840,019	8,468,282
Contributions as a percentage of covered-employee payroll	13.00%	14.50%

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

Bossier Parish Police Jury
Benton, Louisiana
Schedule of Proportionate Share of Net Pension Liability
For the Year Ended December 31, 2016

Parochial Employees' Retirement System

	2016	2015
Proportion of the net pension liability	1.614342%	1.485990%
Proportionate share of the net pension liability	\$ 3,912,591	\$ 393,600
Covered-employee payroll	\$ 8,468,283	\$7,954,740
Proportionate share of the net pension liability as a percentage of covered employee payroll	46.20%	4.95%
Plan fiduciary net position as a percentage of the total pension liability	92.23%	99.15%

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

Bossier Parish Police Jury
Benton, Louisiana
Supplemental Information Schedules –
Combining Schedules for Non-Major Funds
As of and for the Year Ended December 31, 2016

Health Unit Fund

The Health Unit Fund accounts for the maintenance and operation of the parish health unit. Financing is provided by a special parish-wide ad valorem tax and interest earnings.

Law Enforcement Fund

Act 582 of 2004 increased the witness fee paid to off-duty law enforcement officers in criminal cases from \$25 per day per case to \$50 per day per case, up to a maximum of \$150 per day. The act stipulated that no parish would be required to appropriate general fund money for payment of these fees, and provided for a special fund to be established for payment. The 26th Judicial District Court judges are taxing defendants to pay witness fees associated with their cases.

Criminal Court Fund

The Criminal Court Fund was created by Section 571.11 of Title 15 of the Louisiana Revised Statutes of 1950, which provides that fines and forfeitures imposed by district courts and district attorney conviction fees in criminal cases be transferred to the parish treasurer and deposited in a special criminal court fund account to be used for the expenses of the criminal court of the parish. Expenditures are made from the fund on motion of the district attorney and approval of the district judge. The statute also requires that one-half of the surplus (fund balance) remaining in the fund at December 31 of each year be transferred to the parish General Fund.

Section 8 Housing Fund

The Section 8 Fund accounts for the operation of a Section 8 Housing Subsidy Program funded by the United States Department of Housing and Urban Development. The program provides housing assistance payments to participating owners on behalf of eligible tenants to provide decent, safe and sanitary housing for low-income families at rents they can afford. Housing assistance payments are used to make up the difference between the approved rent due to the owner for the dwelling unit and the occupant family's required contribution toward the rent.

Highway Certificates of Indebtedness Sinking Fund

The Highway Certificates of Indebtedness Sinking Fund is used to account for the accumulation of resources for and the repayment of debt on certificates of indebtedness issued for purposes of rural road construction.

Sales Tax Bonds Sinking Fund

The Sales Tax Bonds Sinking Fund is used to account for the accumulation of resources for and the repayment of debt on certificates of indebtedness issued for purposes of courthouse improvements/renovations and construction of a new maximum security jail.

General Capital Projects

The General Capital Projects Fund accounts for boarding fee funds received from three of the riverboats in Bossier Parish as well as the proceeds from taxes levied on slot machine proceeds. This money is to be utilized for various Capital Projects

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Supplemental Information Schedules –
Combining Schedules for Non-Major Funds
As of and for the Year Ended December 31, 2016
(Continued)

Industrial Park Construction Fund

The Industrial Park Construction Fund accounts for financial resources used to acquire and construct facilities at the industrial park.

Airline Drive Construction Fund

The Airline Drive Construction Fund was created to account for the construction/improvement of Airline Drive in Bossier Parish.

Parks and Recreation Fund

The Parks and Recreation Fund was created to account for funds received from mineral leases to be used for the improvement of various parks and recreation facilities in Bossier Parish.

LCDA Public Improvements

The LCDA Public Improvement Fund accounts for the acquiring, constructing or improving streets and roads, parks and recreational facilities, and economic development facilities within the parish, title to which shall be in the public.

Sewerage Construction

The Sewer Construction Fund accounts for constructing and acquiring improvements and extensions to the waterworks and sewerage system.

North / South Corridor Construction

The North/South Corridor Construction Funds was created to account for funds for acquiring right-of-ways for the future North/South Corridor Construction Project.

Rural Development Grant Fund

The Rural Development Grant fund is used to account for various grants received from the State of Louisiana, Office of Rural Development, for various capital projects.

LCDBG

The LCDBG Grant fund is used to account for grants received from the Louisiana Community Development Block Grant program, for various projects

Bossier Parish Police Jury
Benton, Louisiana
Combining Balance Sheet
Other Governmental Funds
December 31, 2016

	Health Unit	Law Enforcement	Criminal Court	Section 8 Housing	Highway Certificates of Indebtedness Sinking Fund
Assets					
Cash and cash equivalents	\$ 1,562,401	\$ 191,381	\$ 17,204	\$ 772,425	\$ 625,320
Investments	250,000				
Receivables	810,612		112,792	3,075	
Restricted cash					85,387
Total assets	<u>\$ 2,623,013</u>	<u>\$ 191,381</u>	<u>\$ 129,996</u>	<u>\$ 775,500</u>	<u>\$ 710,707</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities:					
Accounts payable	\$ 30,586	\$ 300	\$ 92,248	\$ 21,497	\$
Due to other fund			6,701	893	
Total liabilities	<u>30,586</u>	<u>300</u>	<u>98,949</u>	<u>22,390</u>	
Deferred Inflows of Resources:					
Unavailable revenue					
Property taxes	831,540				
Advance on federal grant				391,084	
Other			40,154	3,081	
Total deferred inflows of resources	<u>831,540</u>		<u>40,154</u>	<u>394,165</u>	
Fund balances:					
Restricted	1,723,279	191,081		358,945	85,388
Assigned	37,608				625,319
Unassigned			(9,107)		
Total fund balances	<u>1,760,887</u>	<u>191,081</u>	<u>(9,107)</u>	<u>358,945</u>	<u>710,707</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,623,013</u>	<u>\$ 191,381</u>	<u>\$ 129,996</u>	<u>\$ 775,500</u>	<u>\$ 710,707</u>

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Combining Balance Sheet
Other Governmental Funds
December 31, 2016
(Continued)

	Sales Tax Bond Sinking	General Capital Projects	Industrial Park	Airline Drive Construction	Parks & Recreation
Assets					
Cash and cash equivalents	\$	\$ 1,000,126	\$ 588,179	\$ 1,522,140	\$ 646,799
Investments					
Receivables		150,480			9,330
Restricted cash	1,760,404				
Total assets	<u>\$ 1,760,404</u>	<u>\$ 1,150,606</u>	<u>\$ 588,179</u>	<u>\$ 1,522,140</u>	<u>\$ 656,129</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities:					
Accounts payable	\$ 83,096	\$ 65,576	\$	\$	\$ 24,886
Due to other fund					91
Total liabilities	<u>83,096</u>	<u>65,576</u>			<u>24,977</u>
Deferred Inflows of Resources:					
Unavailable revenue					
Property taxes					
Advance on federal grant					
Other					463
Total deferred inflows of resources					<u>463</u>
Fund balances:					
Restricted	1,677,308				
Assigned		1,085,030	588,179	1,522,140	630,689
Unassigned					
Total fund balances	<u>1,677,308</u>	<u>1,085,030</u>	<u>588,179</u>	<u>1,522,140</u>	<u>630,689</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,760,404</u>	<u>\$ 1,150,606</u>	<u>\$ 588,179</u>	<u>\$ 1,522,140</u>	<u>\$ 656,129</u>

(Continued)

Bossier Parish Police Jury
Benton, Louisiana
Combining Balance Sheet
Other Governmental Funds
December 31, 2016
(Continued)

	LCDA Public Improvements	Sewerage Construction	North/South Corridor Construction	Rural Development Grants	LCDBG Grants	Total Other Governmental Funds
Assets						
Cash and cash equivalents	\$ 661,526	\$	\$ 382,210	\$	\$	\$ 7,969,711
Investments						250,000
Receivables	82,422				46,271	1,214,982
Restricted cash						1,845,791
Total assets	<u>\$ 743,948</u>	<u>\$</u>	<u>\$ 382,210</u>	<u>\$</u>	<u>\$ 46,271</u>	<u>\$ 11,280,484</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	\$ 140,973	\$	\$ 675	\$	\$ 46,271	\$ 506,108
Due to other fund						7,685
Total liabilities	<u>140,973</u>	<u></u>	<u>675</u>	<u></u>	<u>46,271</u>	<u>513,793</u>
Deferred Inflows of Resources:						
Unavailable revenue						
Property taxes						831,540
Advance on federal grant						391,084
Other						43,698
Total deferred inflows of resources	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u>1,266,322</u>
Fund balances:						
Restricted						4,036,001
Assigned	602,975		381,535			5,473,475
Unassigned						(9,107)
Total fund balances	<u>602,975</u>	<u></u>	<u>381,535</u>	<u></u>	<u></u>	<u>9,500,369</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 743,948</u>	<u>\$</u>	<u>\$ 382,210</u>	<u>\$</u>	<u>\$ 46,271</u>	<u>\$ 11,280,484</u>

Bossier Parish Police Jury
Benton, Louisiana
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Other Governmental Funds
For the Year Ended December 31, 2016

	Health Unit	Law Enforcement	Criminal Court	Section 8 Housing	Highway Certificates of Indebtedness Sinking Fund
Revenues:					
Ad valorem taxes	\$ 839,550	\$	\$	\$	\$
Gaming taxes					
Intergovernmental revenues	54,177			4,480,914	
Fees, charges and commissions for service		1,390	264,023		
Fines and forfeitures			996,825		
Investment earnings	6,815	380	1,269	5,433	2,857
Miscellaneous	1,980			28,642	
Total revenues	<u>902,522</u>	<u>1,770</u>	<u>1,262,117</u>	<u>4,514,989</u>	<u>2,857</u>
Expenditures:					
Current:					
Judicial		4,900	2,186,529		
Finance and administrative					
Other	25,820				
Public safety	194,179				
Public works					
Health and welfare	810,386			4,007,100	
Culture and recreation					
Economic development				477,544	
Capital Outlay	8,900				
Debt service:					
Principal retirement					825,000
Interest and other charges					117,174
Total expenditures	<u>1,039,285</u>	<u>4,900</u>	<u>2,186,529</u>	<u>4,484,644</u>	<u>942,174</u>
Excess (deficiency) of revenues over expenditures	<u>(136,763)</u>	<u>(3,130)</u>	<u>(924,412)</u>	<u>30,345</u>	<u>(939,317)</u>
Other financing sources (uses)					
Transfers in			900,000		1,042,900
Transfers out	(287,521)				
Payment to refunded bond escrow agent					
Proceeds from refunding bonds					
Premium on issuance of bonds					
Total other financing sources	<u>(287,521)</u>		<u>900,000</u>		<u>1,042,900</u>
Excess (deficiency) of revenues and other sources over expenditures	<u>(424,284)</u>	<u>(3,130)</u>	<u>(24,412)</u>	<u>30,345</u>	<u>103,583</u>
Fund balances at beginning of year	<u>2,185,171</u>	<u>194,211</u>	<u>15,305</u>	<u>328,600</u>	<u>607,124</u>
Fund balances at end of year	<u>\$ 1,760,887</u>	<u>\$ 191,081</u>	<u>\$ (9,107)</u>	<u>\$ 358,945</u>	<u>\$ 710,707</u>

Bossier Parish Police Jury
Benton, Louisiana
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Other Governmental Funds
For the Year Ended December 31, 2016
(Continued)

	Sales Tax Bond Sinking	General Capital Projects	Industrial Park	Airline Drive Construction	Parks & Recreation
Revenues:					
Ad valorem taxes	\$	\$	\$	\$	\$
Gaming taxes		1,725,095			
Intergovernmental revenues					
Fees, charges and commissions for service					
Fines and forfeitures					
Investment earnings	8,075	1,227	1,159	3,269	1,620
Miscellaneous		277,000	7,260		64,364
Total revenues	8,075	2,003,322	8,419	3,269	65,984
Expenditures:					
Current:					
Judicial					
Finance and administrative		26,317			
Other					
Public safety					
Public works		59,219			
Health and welfare		8,865			
Culture and recreation		65,000			300,625
Economic development		681,441	2,247		
Capital Outlay		29,560	230,717		308,462
Debt service:					
Principal retirement	4,104,605				
Interest and other charges	924,565				
Total expenditures	5,029,170	870,402	232,964		609,087
Excess (deficiency) of revenues over expenditures	(5,021,095)	1,132,920	(224,545)	3,269	(543,103)
Other financing sources (uses)					
Transfers in	3,278,455			200,000	680,385
Transfers out		(1,326,222)			
Payment to refunded bond escrow agent	(15,555,395)				
Proceeds from refunding bonds	15,759,999				
Premium on issuance of bonds	199,455				
Total other financing sources	3,682,514	(1,326,222)		200,000	680,385
Excess (deficiency) of revenues and other sources over expenditures	(1,338,581)	(193,302)	(224,545)	203,269	137,282
Fund balances at beginning of year	3,015,889	1,278,332	812,724	1,318,871	493,407
Fund balances at end of year	\$ 1,677,308	\$ 1,085,030	\$ 588,179	\$ 1,522,140	\$ 630,689

Bossier Parish Police Jury
Benton, Louisiana
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Other Governmental Funds
For the Year Ended December 31, 2016
(Continued)

	LCDA Public Improvements	Sewer Construction	North/South Corridor Construction	Rural Development Grants	LCDBG Grants	Total Other Governmental Funds
Revenues:						
Ad valorem taxes	\$	\$	\$	\$	\$	\$ 839,550
Gaming taxes						1,725,095
Intergovernmental revenues	1,263,737		1,129,322		92,999	7,021,149
Fees, charges and commissions for service						265,413
Fines and forfeitures						996,825
Investment earnings						32,104
Miscellaneous						379,246
Total revenues	<u>1,263,737</u>		<u>1,129,322</u>		<u>92,999</u>	<u>11,259,382</u>
Expenditures:						
Current:						
Judicial						2,191,429
Finance and administrative						26,317
Other						25,820
Public safety						194,179
Public works		12,725	36,160			108,104
Health and welfare						4,826,351
Culture and recreation						365,625
Economic development						1,161,232
Capital Outlay	1,263,615		1,336,093		92,999	3,270,346
Debt service:						
Principal retirement						4,929,605
Interest and other charges						1,041,739
Total expenditures	<u>1,263,615</u>	<u>12,725</u>	<u>1,372,253</u>		<u>92,999</u>	<u>18,140,747</u>
Excess (deficiency) of revenues over expenditures	<u>122</u>	<u>(12,725)</u>	<u>(242,931)</u>			<u>(6,881,365)</u>
Other financing sources (uses)						
Transfers in				1,531		6,103,271
Transfers out	(842,078)	(54,732)				(2,510,553)
Payment to refunded bond escrow agent						(15,555,395)
Proceeds from refunding bonds						15,759,999
Premium on issuance of bonds						199,455
Total other financing sources	<u>(842,078)</u>	<u>(54,732)</u>		<u>1,531</u>		<u>3,996,777</u>
Excess (deficiency) of revenues and other sources over expenditures	<u>(841,956)</u>	<u>(67,457)</u>	<u>(242,931)</u>	<u>1,531</u>		<u>(2,884,588)</u>
Fund balances at beginning of year	<u>1,444,931</u>	<u>67,457</u>	<u>624,466</u>	<u>(1,531)</u>		<u>12,384,957</u>
Fund balances at end of year	<u>\$ 602,975</u>	<u>\$</u>	<u>\$ 381,535</u>	<u>\$</u>	<u>\$</u>	<u>\$ 9,500,369</u>

Bossier Parish Police Jury
Benton, Louisiana
Supplemental Information Schedule -
Schedule of Compensation Paid Police Jurors
December 31, 2016

	<u>Amount</u>
W. Wayne Hammack	\$ 17,132
Jerome Darby	19,200
Rick Avery	19,200
Jimmy Cochran	19,200
Glenn Benton	19,200
Wanda Bennett	19,200
Paul Plummer	19,200
Robert Brotherton	19,200
Douglas Cook	19,200
Douglas Rimmer	19,150
Thomas Salzer	1,403
Fred Shewmake	19,200
Jack Skaggs	<u>19,200</u>
 Total	 <u>\$ 229,685</u>

The schedule of compensation paid to police jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the police jurors is included in the legislative expenditures of the General Fund. In accordance with Louisiana Revised Statute 33:1233, the police jury has elected the monthly payment method of compensation.

Bossier Parish Police Jury
Benton, Louisiana
Schedule of Compensation, Benefits, and Other Payments to Agency Head
For the Year Ended December 31, 2016

Agency Head: Bill Altimus, Parish Administrator

<u>Purpose</u>	<u>Amount</u>
Salary	\$130,601
Benefits-insurance	928
Benefits-retirement	16,978
Benefits-other	2,282
Registration fees	1,725
Special meals	1,640
Conference travel	4,043

Bossier Parish Police Jury
Benton, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2016

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures
<u>U.S. Department of Defense</u>			
Direct Program - Payment to States in-Lieu-of Real Estate Taxes	12.112	Unknown	\$ 80,481
<u>U.S. Department of Housing and Urban Development</u>			
Direct Programs:			
Section 8 Housing Choice Vouchers	14.871	LA190	\$ 4,482,081
Passed through Louisiana Division of Administration, Office of Community Development Community Development Block Grant	14.228	698953	92,999
Total U.S. Department of Housing and Urban Development			<u>4,575,080</u>
<u>U.S. Department of Transportation</u>			
Passed through the Louisiana Department of Transportation and Development Bossier North / South Corridor - Highway Planning and Construction	20.205	DE-0809(507); 700-08-0137	<u>1,598,882</u>
<u>U.S. Department of Homeland Security</u>			
Passed through the Governor's Office of Homeland Security and Emergency Preparedness			
Disaster Grants - Public Assistance	97.036	Unknown	418,438
Emergency Management Performance Grants	97.042	Unknown	34,178
Homeland Security Grant Program	97.067	Unknown	62,865
			<u>515,481</u>
<u>Environmental Protection Agency</u>			
Passed through the Louisiana Department of Environmental Quality Capitalization Grants for Clean Water State Revolving Funds			
Utilities Revenue Bonds, Series 2012	66.458	Unknown	677,268
Utilities Revenue Bonds, Series 2015	66.458	Unknown	202,241
Total Environmental Protection Agency			<u>879,509</u>
Total Federal Expenditures			<u>\$ 7,649,433</u>

Bossier Parish Police Jury
Benton, Louisiana
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2016

NOTE A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Bossier Parish Police Jury under programs of the federal government for the year ended December 31, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Bossier Parish Police Jury, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Bossier Parish Police Jury.

NOTE B: Summary of Significant Accounting Policies

- (1) The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting.
- (2) Bossier Parish Police Jury does not utilize an indirect cost rate.

NOTE C: Federal Portion of Loan Balances Outstanding at December 31, 2016:

	Utility Revenue Bonds Series 2012	Utility Revenue Bonds Series 2015
Cumulative federal funds drawn through December 31, 2016	<u>\$ 3,427,335</u>	<u>\$ 2,942,196</u>
Outstanding loan balance, December 31, 2016	<u>\$ 14,097,293</u>	<u>\$ 10,000,000</u>

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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

Independent Auditors' Report

To the Members of the
Bossier Parish Police Jury
Benton, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the primary government financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Bossier Parish Police Jury, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Bossier Parish Police Jury's basic financial statements, and have issued our report thereon dated June 22, 2017.

Internal Control Over Financial Reporting

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

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

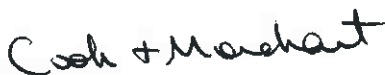
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weakness or significant deficiencies. Given these limitations, during our audit we did not identify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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Cook & Morehart
Certified Public Accountants
June 22, 2017

COOK & MOREHART

Certified Public Accountants

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Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance

Independent Auditors' Report

To the Members of the
Bossier Parish Police Jury
Benton, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the Bossier Parish Police Jury's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Bossier Parish Police Jury's major federal programs for the year ended December 31, 2016. The Bossier Parish Police Jury's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the Bossier Parish Police Jury complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2016.

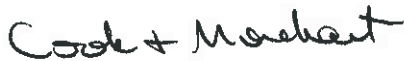
Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Cook & Morehart
Certified Public Accountants
June 22, 2017

Bossier Parish Police Jury
Benton, Louisiana
Summary Schedule of Prior Audit Findings
December 31, 2016

There were no findings for the prior year audit for the year ended December 31, 2015.

Schedule of Finding and Questioned Costs
December 31, 2016

A. Summary of Audit Results

Financial Statements

Type of audit report issued :

Unmodified-governmental activities, business-type activities, each major fund, aggregate remaining fund information

Adverse-aggregate discretely presented component units

Internal control over financial reporting :

Material weaknesses identified : ☐ yes ☒ no
Significant deficiencies identified : ☐ yes ☒ none reported

Noncompliance material to financial statements noted : ☐ yes ☒ no

Federal Awards

Internal control over major programs :

Material weaknesses identified : ☐ yes ☒ no
Significant deficiencies identified : ☐ yes ☒ none reported

Type of auditors' report issued on compliance for major federal programs : Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) ☐ yes ☒ no

Identification of major federal programs :

Clean Water State Revolving Fund CFDA #66.458
Bossier North / South Corridor CFDA #20.205
Section 8 Housing CFDA #14.871

Dollar threshold used to distinguish between type A and type B programs : \$750,000

Auditee qualified as low risk : ☐ yes ☒ no

B. Findings – Financial Statements Audit: - None

C. Findings and Questioned Costs – Major Federal Award Programs Audit: None

Bossier Parish Police Jury
Benton, Louisiana
Summary Schedule of Prior Year Audit Findings
Schedule For Louisiana Legislative Auditor
December 31, 2016

There were no findings for the prior year audit for the year ended December 31, 2015.

Corrective Action Plan For Current Year Audit Findings
Schedule For Louisiana Legislative Auditor
December 31, 2016

There are no findings for the current year audit for the year ended December 31, 2016.