

OFFICIAL
FBI COPY

DO NOT WRITE

(Leave this space
open for the
copy and FBI
mark in 1940)

ST. MARY PARISH COUNCIL

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

Annual Financial Statements
with Independent Auditors' Report

and

Independent Auditors' Reports on
Federal Financial Assistance,
Internal Accounting Control, and Compliance

For the Year Ended December 31, 1962

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

Release Date: 8-7-96

10/11/68 1-700 95
BIRMINGHAM BUREAU
03/23/74

ST. MARY PARISH COUNCIL

C O N T E N T S

FINANCIAL INFORMATION SECTION	PAGE
Independent Auditors' Report	1-2
Primary Government Financial Statements	
Combined Balance Sheet - All Fund Types and Account Groups	3
Governmental Fund Type:	
Combined Statement of Revenues, Expenditures and Changes in Fund Balances	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
General Fund	5
Special Revenue Funds	6
Certain Debt Service Funds	7
Capital Projects Funds - Non-SAP Basis	8
Proprietary Fund Type - Enterprise Funds:	
Combined Statement of Revenues, Expenses and Changes in Retained Earnings	9
Combined Statement of Cash Flows	10
Notes to the Financial Statements	11-28

C O N T E N T S (continued)

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS	PAGE
Special Revenue Funds:	
Combining Balance Sheet	40
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	41
Road Construction and Maintenance Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	42
Hurricane Andrew Disaster Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	43
Boat Landing Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	44
Sanitation Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	45
Wards 5 & 6 Sales Tax Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	46
Wards 1,2,3,4,7, and 10 Sales Tax Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	47
Royalty Road (Toccoa) Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	48
Sub. Service Funds:	
Combining Balance Sheet	50
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	51

C O N T E N T S (continued)

	PAGE
FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS (continued)	
Debt Service Funds: (continued)	
Sales Tax Bond Sinking Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	52
Sales Tax Bond Reserve Fund 1993, 1994 - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	53
Three-Fourths Per Cent Sales Tax Bond Sinking Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	54
Three-Fourths Per Cent Sales Tax Bond Reserve Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	55
Paving Series L Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	56
Paving Series M Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	57
1993 Paving Jupiter Green Acres #2 - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	58
Capital Projects Funds:	
Combining Balance Sheet	60
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	61
Capital Improvement Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Non-GRAP Basis)	62

C O N T E N T S (continued)

PAGE

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS AND
ACCOUNT GROUPS (continued)

Capital Projects Funds: (continued)

Sales Tax Bond Construction Series 1992 Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	63
---	----

Sewerage Construction Funds:

Amelia & Vicinity Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	64
---	----

Franklin & Vicinity Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	65
---	----

Cypressport Point & Vicinity Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	66
--	----

Wards 5 & 6 Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	67
---	----

Morgan City & Vicinity Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	68
--	----

Enterprise Funds:

Combining Balance Sheet	70
-------------------------	----

Combining Schedule of Revenues, Expenses and Changes in Retained Earnings	71
--	----

Combining Schedule of Cash Flows	72
----------------------------------	----

GENERAL SUPPLEMENTARY INFORMATION

Compensation Paid Council Members	73
-----------------------------------	----

C O N T E N T S (continued)

	PAGE
FEDERAL FINANCIAL ASSISTANCE, INTERNAL ADMINISTRATION CONTROL, AND COMPLIANCE	
Independent Auditors' Report on Schedule of Federal Financial Assistance	74-75
Schedule of Federal Financial Assistance	76-77
Independent Auditors' Report on Internal Control Structure Based on an Audit of Primary Government Financial Statements Performed in Accordance with Government Auditing Standards	78-79
Reportable Condition	80
Independent Auditors' Report on Internal Control Structure Used in Administering Federal Financial Assistance Programs	81-84
Independent Auditors' Report on Compliance Based on an Audit of Primary Government Financial Statements Performed in Accordance With Government Auditing Standards	85-88
Items of Noncompliance	89-94
Independent Auditors' Report on Compliance With Specific Requirements Applicable to Major Federal Financial Assistance Programs	95-98
Independent Auditors' Report on Compliance With the General Requirements Applicable to Federal Financial Assistance Programs	99-98
Independent Auditors' Report on Compliance With Specific Requirements Applicable to Nonmajor Federal Financial Assistance Program Transactions	99-100
Schedule of Findings and Questioned Costs	101

**INDEPENDENT AUDITORS' REPORT**

To the St. Mary Parish Council
Franklin, Louisiana

We have audited the accompanying primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1995, as listed in the table of contents. These financial statements are the responsibility of the St. Mary Parish Council's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. In our opinion, the primary government financial statements present fairly, in all material respects, the financial position of the primary government of the St. Mary Parish Council, as of December 31, 1995, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, the combining and individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of the St. Mary Parish Council, as of December 31, 1995, and the results of operations of each fund and the cash flows of the individual proprietary funds for the year then ended in conformity with generally accepted accounting principles.

**LIABILITIES, DEFERRED TAXES
AND OTHERS**

Liabilities:
 Accounts payable and accrued expenses
 Depository deposits
 Advances payable
 Salaries and payroll liabilities payable
 Due to other funds
 Income tax payable
 Federal income tax liability - State and local
 Total liabilities

CURRENT YEAR	CURRENT YEAR		DEFERRED TAXES	TOTAL	CURRENT YEAR	TOTAL
	1970	1969				
\$ 281,318	\$ 31,287	\$ 28,860	\$ 28,860	\$ 31,947	\$ 58,800	\$ 448,215
87,850	88	88,948	88,948			176,798
18,278						37,526
344,236	40,185	116,808	116,808			677,837
	79,828	79,828				159,656
<u>382,524</u>	<u>120,293</u>	<u>2,752,400</u>	<u>2,752,400</u>	<u>2,872,693</u>	<u>2,872,693</u>	<u>6,045,416</u>

Equity and other credits:
 (Includes: 1) Federal Trust funds
 2) Restricted capital (not of restricted purposes)
 3) Federal Trust funds accumulated
 4) Federal Trust funds
 5) Federal Trust funds
 6) Federal Trust funds
 7) Federal Trust funds
 8) Federal Trust funds
 9) Federal Trust funds
 10) Federal Trust funds
 11) Federal Trust funds
 12) Federal Trust funds
 13) Federal Trust funds
 14) Federal Trust funds
 15) Federal Trust funds
 16) Federal Trust funds
 17) Federal Trust funds
 18) Federal Trust funds
 19) Federal Trust funds
 20) Federal Trust funds
 21) Federal Trust funds
 22) Federal Trust funds
 23) Federal Trust funds
 24) Federal Trust funds
 25) Federal Trust funds
 26) Federal Trust funds
 27) Federal Trust funds
 28) Federal Trust funds
 29) Federal Trust funds
 30) Federal Trust funds
 31) Federal Trust funds
 32) Federal Trust funds
 33) Federal Trust funds
 34) Federal Trust funds
 35) Federal Trust funds
 36) Federal Trust funds
 37) Federal Trust funds
 38) Federal Trust funds
 39) Federal Trust funds
 40) Federal Trust funds
 41) Federal Trust funds
 42) Federal Trust funds
 43) Federal Trust funds
 44) Federal Trust funds
 45) Federal Trust funds
 46) Federal Trust funds
 47) Federal Trust funds
 48) Federal Trust funds
 49) Federal Trust funds
 50) Federal Trust funds
 51) Federal Trust funds
 52) Federal Trust funds
 53) Federal Trust funds
 54) Federal Trust funds
 55) Federal Trust funds
 56) Federal Trust funds
 57) Federal Trust funds
 58) Federal Trust funds
 59) Federal Trust funds
 60) Federal Trust funds
 61) Federal Trust funds
 62) Federal Trust funds
 63) Federal Trust funds
 64) Federal Trust funds
 65) Federal Trust funds
 66) Federal Trust funds
 67) Federal Trust funds
 68) Federal Trust funds
 69) Federal Trust funds
 70) Federal Trust funds
 71) Federal Trust funds
 72) Federal Trust funds
 73) Federal Trust funds
 74) Federal Trust funds
 75) Federal Trust funds
 76) Federal Trust funds
 77) Federal Trust funds
 78) Federal Trust funds
 79) Federal Trust funds
 80) Federal Trust funds
 81) Federal Trust funds
 82) Federal Trust funds
 83) Federal Trust funds
 84) Federal Trust funds
 85) Federal Trust funds
 86) Federal Trust funds
 87) Federal Trust funds
 88) Federal Trust funds
 89) Federal Trust funds
 90) Federal Trust funds
 91) Federal Trust funds
 92) Federal Trust funds
 93) Federal Trust funds
 94) Federal Trust funds
 95) Federal Trust funds
 96) Federal Trust funds
 97) Federal Trust funds
 98) Federal Trust funds
 99) Federal Trust funds
 100) Federal Trust funds
 Total liabilities,
 equity and other
 credits

\$ 81,288,873	81,288,873	11,548,873	11,548,873	92,837,746	92,837,746	104,386,619
8,847,259	8,847,259			9,735,518	9,735,518	18,582,275
48,238	48,238			53,077,458	53,077,458	61,860,001
2,378,200	2,378,200			2,378,200	2,378,200	4,756,400
1,148,640	1,148,640			1,148,640	1,148,640	2,297,280
2,152,521	2,152,521			2,152,521	2,152,521	4,305,042
22,888,111	22,888,111			22,888,111	22,888,111	45,776,222
811,288,873	811,288,873	11,548,873	11,548,873	92,837,746	92,837,746	104,386,619

11. MAY 1958 COMBIL

Consolidated Statement of Revenues, Expenditures and Changes in Fund Balances
for the Year Ended December 31, 1958

	GENERAL FUNDS	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL COMBINATIONS FUNDS
REVENUES					
Taxes	\$1,285,007				\$ 1,285,007
Ad valorem			\$1,000,000		1,000,000
State					500,000
Other taxes, penalties, and miscellaneous	80,104				80,104
License and permit	294,102				294,102
Intergovernmental revenues					
Natural grants	605,104				605,104
State grants	80,000				80,000
Gifts					
Grants					
Public Administration Fund	420,117				420,117
State revenue sharing					
Special revenues	600,000				600,000
Debt service loans	100,000				100,000
Local grants	20,000				20,000
Charges for services					
Interest	100,000		100,000		200,000
Specialties	50,000				50,000
Other revenues	50,000				50,000
Total revenues	5,555,000	5,700,000	1,211,000	511,000	12,977,000
EXPENDITURES					
General:					
General government	1,400				1,400
Public safety	700,000				700,000
Public works	1,000,000				1,000,000
Sanitation	700,000				700,000
Health and welfare	50,000				50,000
Highways and transportation	170,000				170,000
Economic development and assistance	80,000				80,000
Capital outlay	400,000				400,000
Debt retirement					
Interest	5,000				5,000
Debt					
Total expenditures	9,155,110	9,470,110	1,211,000	9,200,000	20,736,220

	GENERAL FUND	SPECIAL SERVICE FUND	SEWER SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL FUND BALANCE
Balance (deficiency) at beginning year (under) appropriation	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$4,000,000
CHANGES IN FINANCING RESOURCES					
Proceeds from capital issue		200,000			200,000
Proceeds from bonds			4,000		4,000
Proceeds from special assessments				200,000	200,000
Insurance proceeds	80,000	6,100			86,100
Operating transfers in	100,000	80,000	870,000	800,000	1,850,000
Operating transfers out	(100,000)	(1,000,000)	(400,000)	(800,000)	(2,300,000)
Total other financing resources (total)	80,000	86,100	470,000	200,000	816,100
Balance (deficiency) of remaining and other financing resources over (under) appropriations and other financing plan	1,080,000	1,086,100	1,470,000	1,200,000	5,846,100
Fund balances at beginning of year	1,100,000	1,051,000	1,000,000	1,000,000	5,252,000
Fund balances at end of year	\$2,180,000	\$2,142,100	\$2,470,000	\$2,200,000	\$9,092,100

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

ST. MARY PARISH COUNCIL

GOVERNMENTAL FUND TYPE - GENERAL FUND
 Statement of Revenues, Expenditures
 and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Taxes			
Ad valorem	\$ 976,907	\$1,150,817	\$ 173,910
Other taxes, penalties, and interest, etc.	81,311	58,154	(23,157)
Licenses and permits	284,370	296,292	1,922
Intergovernmental revenues			
Federal grants	446,948	455,194	8,246
State funds			
State grant	185,837	58,922	(126,915)
State revenue sharing (net)	430,893	432,147	(8,746)
Severance taxes	500,150	508,343	(8,193)
Charges for services	160,334	153,550	(6,784)
Interest	28,638	36,261	7,623
Local grant	2,800	2,800	
Other revenues	87,178	87,192	14
Total revenues	3,168,616	3,225,872	57,256
EXPENDITURES			
Currents			
General government			
Legislative	323,799	320,486	3,313
Judicial	873,029	868,877	4,152
Executive	80,737	73,434	(7,303)
Elections	82,074	82,977	89
Finance and administrative	346,884	343,187	3,697
Courthouses	539,638	544,850	(5,212)
Other	594,225	681,160	186,935
Public safety	823,493	829,446	5,953
Health and welfare	430,318	451,513	(21,195)
Culture and recreation	176,935	175,181	1,754
Economic development and assistance	311,488	80,619	230,869
Capital outlay	347,545	460,678	(113,133)
Debt service			
Principal	3,835	3,858	(23)
Interest	562	933	371
Total expenditures	54,208,742	49,153,112	5,055,630

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Deficiency of revenues over expenditures	\$ (1,088,322)	\$ (228,841)	\$ 859,481
OTHER FINANCING SOURCES (USES):			
Operating transfers in	464,834	464,834	0
Operating transfers out	(285,288)	(285,288)	0
Total other financing sources (uses)	<u>179,546</u>	<u>179,546</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(908,776)	(729,295)	179,481
Fund balance at beginning of year	1,419,492	1,419,492	0
Fund balance at end of year	\$ <u>510,716</u>	\$ <u>690,197</u>	\$ 179,481

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

ST. MART PARISH COUNCIL

GOVERNMENTAL FUND TYPE - SPECIAL REVENUE FUNDS
 Combined Statement of Revenues, Expenditures
 and Charges to Fund Balances - Budget
 and Actual
 For the Year Ended December 31, 1985

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Taxes			
Sales	\$1,538,801	\$1,883,949	\$ 44,058
Intergovernmental revenues			
Federal grants	3,972	3,972	
State funds			
Parish transportation	513,000	512,856	(144)
Royalty revenues	1,879,982	2,113,713	433,801
Interest	100,334	145,709	45,375
Royalties	424,387	424,387	
Other revenues	<u>380,882</u>	<u>384,388</u>	<u>3,506</u>
Total revenues	<u>\$2,258,140</u>	<u>\$2,383,854</u>	<u>\$127,288</u>
EXPENDITURES			
Current:			
General government	2,488	2,405	83
Public safety	822,233	728,651	93,582
Public works	1,728,178	1,883,698	43,483
Sanitation	180,748	201,819	(21,071)
Culture and recreation	351,814	236,489	115,325
Capital Outlay	42,984	271,254	(228,270)
Debt Service			
Principal	49,104	43,339	5,765
Interest	<u>3,288</u>	<u>8,162</u>	<u>4,874</u>
Total expenditures	<u>\$2,801,205</u>	<u>\$2,878,118</u>	<u>(\$76,913)</u>

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Excess of revenues over expenditures	\$ 1,652,862	\$ 2,169,744	\$ 516,882
OTHER FINANCING SOURCES (USES):			
Proceeds from capital leases		229,800	229,800
Insurance proceeds	8,095	9,323	1,228
Operating transfers in	62,976	63,904	928
Operating transfers out	(1,025,992)	(1,104,459)	(78,467)
Total other financing sources (uses)	(954,916)	(805,432)	149,484
Excess of revenues and other financing sources over expenditures and other financing uses	697,946	1,364,312	666,366
Fund balances at beginning of year	3,881,881	3,881,881	
Fund balances at end of year	\$ 4,579,832	\$ 5,246,193	\$ 666,366

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

ST. MARY PARISH COUNCIL

GOVERNMENTAL FUND TYPE - CENTRAL DIST SERVICE FUNDS
 Combined Statement of Revenues, Expenditures and
 Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 1995

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Taxes			
Sales	\$ 1,855,857	\$ 1,885,004	\$ 29,147
Special assessments	70,533	108,444	37,911
Interest	311,855	328,343	16,488
Total revenues	2,238,245	2,321,791	83,546
EXPENDITURES			
Current:			
Public safety	16,958	27,011	(10,053)
Waste service			2
Principal	773,388	773,486	
Interest	738,365	750,385	(12,020)
Fees	2,470	3,824	(1,354)
Total expenditures	2,522,219	2,554,526	(32,307)
Excess of revenues over expenditures	(283,974)	(232,735)	51,239
OTHER FINANCING SOURCES (USES)			
Proceeds from bonds	4,326	4,326	
Operating transfers in	981,472	979,207	(2,265)
Operating transfers out	(427,988)	(424,832)	3,156
Total other financing sources (uses)	567,810	558,701	9,109
Excess of revenues and other financing sources over expenditures and other financing uses	273,994	325,966	51,972
Fund balances at beginning of year	2,413,416	2,413,416	
Fund balances at end of year	\$ 2,687,410	\$ 2,739,382	\$ 51,972

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

ST. MARY PARISH COUNCIL

GOVERNMENTAL FUND TYPE - CAPITAL PROJECTS FUNDS
 Combined Statement of Revenues, Expenditures and
 Changes in Fund Balances - Budget
 and Actual (Non-SMSP Basis)
 For the Year ended December 31, 1993

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Other	\$ 34,756	\$ 34,947	\$(191)
Interest	<u>117,834</u>	<u>113,618</u>	<u>42,216</u>
Total revenues	<u>152,590</u>	<u>248,565</u>	<u>95,925</u>
EXPENDITURES			
Current:			
Public safety	3,502	3,502	
Sanitation	134,529	149,489	(14,960)
Capital outlay	<u>1,938,895</u>	<u>1,818,839</u>	<u>119,956</u>
Total expenditures	<u>2,076,926</u>	<u>2,031,830</u>	<u>45,096</u>
Deficiency of revenues under expenditures	<u>(1,924,336)</u>	<u>(1,803,265)</u>	<u>121,071</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from special assessment debt	242,843	261,804	
Operating transfers in	844,184	934,568	90,384
Operating transfers out	<u>(848,851)</u>	<u>(855,631)</u>	<u>6,728</u>
Total other financing sources (uses)	<u>238,176</u>	<u>340,741</u>	<u>102,432</u>
Excess of revenues and other financing sources under expenditures and other financing uses	<u>(1,686,160)</u>	<u>(1,501,651)</u>	<u>184,509</u>
Fund balances at beginning of year	<u>1,318,822</u>	<u>1,338,822</u>	
Fund balances at end of year	\$ <u>1,632,662</u>	\$ <u>1,779,171</u>	\$ <u>146,509</u>

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

ST. MARY PARISH COUNCIL

PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
 Combined Statement of Revenues, Expenses
 and Changes in Retained Earnings
 For the Year Ended December 31, 1993

Operating revenues		
Charges for services		\$ 1,466,170
Operating expenses		
Personal services	\$ 729,207	
Contractual services	117,315	
Supplies	45,619	
Materials	132,409	
Utilities	44,961	
Repairs and maintenance	356,812	
Equipment	36,074	
Landfill closure costs	489,000	
Depreciation	<u>532,472</u>	
Total operating expenses		<u>2,451,869</u>
Operating loss		(985,699)
Non-operating revenues (expenses)		
Interest earnings	698	
Contributions	83,420	
State grant	<u>32,000</u>	
Total non-operating revenues		<u>94,118</u>
Loss before operating transfers		(891,581)
Other financing sources		
Operating transfers in		<u>221,724</u>
Net loss		(671,857)
Add depreciation of fixed assets acquired by grants, settlements, and shared revenues externally restricted for capital acquisitions and construction that reduces contributed capital		<u>400,350</u>
Decrease in retained earnings		(271,477)
Retained earnings (accumulated deficit) at beginning of year		(2,651,322)
Retained earnings (accumulated deficit) at end of year		<u>\$ (2,921,709)</u>

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

ST. MARY PARISH COUNCIL

PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
 Combined Statement of Cash Flows

For the Year Ended December 31, 1995

Increase (Decrease) in Cash & Cash Equivalents

Cash flows from operating activities:	
Cash received from charges for services	\$ 1,432,448
Cash payments to suppliers for goods and services	(330,488)
Cash payments to employees for services	(226,286)
Net cash flows (deficiency) from operating activities	(124,326)
Cash flows from noncapital financing activities:	
Interest	488
Contributions	81,420
Loans received from other funds	51,579
Loans paid to other funds	(139,581)
Operating grants received	32,800
Operating transfers-in from other funds	321,714
Net cash flows from non-capital financing activities	622,650
Cash flows from capital and related financing activities:	
Fixed asset acquisitions	(87,064)
Net cash flows from capital and related financing activities	(87,064)
Net increase (decrease) in cash and cash equivalents	409,860
Cash and cash equivalents at beginning of year	---
Cash and cash equivalents at end of year	\$ 409,860

Reconciliation of operating loss to net cash provided by operating activities:

Operating loss	\$ (<u>287,718</u>)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation and amortization	539,473
Increase in accounts receivable	(53,730)
Increase in accounts payable and accrued expenses	10,881
Increase in long-term liability	<u>400,000</u>
Total adjustments	<u>896,624</u>
Net cash (used for) operating activities	\$ (<u>38,244</u>)

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

ST. MARY PARISH COUNCIL

Notes to the Financial Statements
December 31, 1993

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

On July 18, 1983, the voters of the parish approved a change in the form of parish government from the police jury form of government to the parish council system. The newly elected parish council was seated on November 18, 1983. The St. Mary Parish Council is the governing authority for St. Mary Parish. The parish council consists of eleven members, eight of whom are elected from single-member districts and three elected at large. The parish president, elected by the voters of the parish, is the chief executive officer of the parish and is responsible for carrying out the policies adopted by the parish council and for exercising such general executive authority as authorized by the charter.

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

In 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental accounting and financial reporting standards. GASB pronouncements are recognized as generally accepted accounting principles for state and local governments.

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

A. Reporting Entity

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Component Unit	Fiscal Year End	Criteria Used
St. Mary Parish Library	December 31	2, 3
Sixteenth Judicial District Criminal Court	December 31	4
Hospital Service District:		
No. 1	September 30	2, 3
No. 2	September 30	2, 3
No. 3	September 30	2, 3
Fairview Treatment Center	September 30	3
St. Mary Parish Meter and Gauge Commission No.1	December 31	2
Waterworks District:		
No. 2	March 31	2, 3
No. 3	September 30	2, 3
No. 5	September 30	2, 3
No. 6	September 30	2, 3
No. 7	September 30	1, 2, 3
Sewerage District:		
No. 1	September 30	2, 3
No. 2	September 30	2, 3
No. 4	September 30	2, 3
No. 5	September 30	2, 3
No. 7	September 30	1, 2, 3
No. 8	September 30	2, 3
No. 9	September 30	1, 2, 3
No. 10	September 30	1, 3
No. 11	September 30	1, 2, 3
Wards B & E Joint Sewer Commission	September 30	2, 3
Consolidated Gravity Drainage District No. 1	September 30	2, 3
Gravity Drainage District:		
No. 2	September 30	2, 3
No. 3	December 31	2, 3
No. 5	September 30	2, 3
No. 6	September 30	2, 3
Mac Lake East Drainage District Sub Gravity Drainage District No.1	September 30	2, 3
Gravity Sub-Drainage District No. 1 of Gravity Drainage District No.3	September 30	2, 3
St. Mary Parish Tourist Commission	September 30	2, 3
St. Mary Parish Sales Tax Dept.	December 31	1, 2, 3, 4
Recreation District:		
No. 1	September 30	2, 3
No. 2	September 30	1, 2, 3, 4
No. 3	September 30	2, 3
No. 4	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Component Unit</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Fire Protection District:		
No. 1	September 30	2, 3
No. 2	September 30	1, 2, 3
No. 3	September 30	1, 2, 3
No. 11	September 30	2, 3
No. 12	September 30	2, 3
Mosquito Control District No. 1	September 30	1, 2, 3
Commissioners District (711)	December 31	2, 3, 4
St. Mary Parish Housing Program	September 30	1, 3, 4
St. Mary Parish Assessor	December 31	4
St. Mary Parish Clerk of Court	June 30	1, 4
St. Mary Parish Sheriff Dept.	June 30	1, 4

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

The parish school board and municipal level governments, are excluded from the accompanying financial statements as they are considered autonomous governments. These units of government issue financial statements separate from that of the Council.

Also in accordance with GASB Statement No. 14, the St. Mary Community Action Committee, Association, Inc. (CAC) and the West St. Mary Parish Port, Harbor, and Terminal District (PORT) are considered to be related organizations of St. Mary Parish Council, primary government. Several different primary governments or other bodies appoint members to the board of the Port and CAC but none are considered to be financially accountable because they do not impose their will or have a financial benefit or burden relationship with the Port or CAC.

B. Fund Accounting

The Council uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

The Council uses two categories of funds: governmental and proprietary. Each category, in turn, is divided into separate "fund types".

Governmental Funds

General Fund

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

Special Revenue Funds

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

Debt Service Funds

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

Capital Projects Funds

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

Proprietary Fund

Enterprise Funds

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

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when ascertainable to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

The following is a summary of the major governmental revenues and description of how they are recognized:

Ad valorem taxes and the related State revenue sharing (which is based on population and households in the Parish) are recorded in the year the taxes are assessed.

Federal and State aid and grants are recorded when the Council is entitled to the funds.

Interest income on investments is recorded when the investments have matured and the income is available.

Sales and use tax revenues are recorded in the month collected by the Council's sales tax department.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The accrual basis of accounting is utilized by proprietary fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The Council reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

D. Budgetary Practices

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

1. Ninety days prior to the beginning of each fiscal year, the Parish President presents to the Council the annual operating budget which was prepared by the Director of Finance under the direction of the Chief Administrative Officer.
2. The Council then orders a public hearing, notice of which, along with a summary of the budget, will be published ten days prior to the date of the hearing in the official journal of the Council.
3. No later than the second to last regular meeting of the fiscal year, the Council enacts an ordinance to adopt the annual operating budget for the ensuing fiscal year. The Council may adjust the budget as proposed by the Parish President or amend it, as they see fit, by a vote of the majority of the Council.
4. The Parish President may accept or veto the entire budget as approved by the Council or he may line item veto certain appropriations.
5. Should the Council and Parish President be unable to adopt a budget prior to the beginning of the year, then fifty percent of the prior year's budget shall be appropriated for the upcoming year; until such time as a new budget is properly enacted.
6. The Director of Finance, under the direction of the Chief Administrative Officer, has the authority to alter, and must approve all changes in budgeted amounts within function lines. However, budget adjustments that cross function lines require approval of the Council.

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

7. Formal budgetary integration is employed as a management control device during the year.
8. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP), except for one Capital Projects Fund budget which is on a non-GAAP budgetary basis. In December 1995, the budgetary basis of reporting for all valence bases was changed from the cash basis (non-GAAP) to the modified accrual basis (GAAP) in the General Fund. The Irish Road Project in the Capital Improvement Fund (Capital Projects) is being funded by the Council and a Louisiana Community Development Block Grant (LCDBG). For financial reporting purposes both Parish accounts and LCDBG accounts are reported as revenues and expenditures, for budgetary reporting purposes only Parish accounts are reported as revenues and expenditures. Because of this, the revenues and expenditures reported for Capital Projects Funds are \$303,688 less for budget reporting purposes than for financial reporting purposes.
9. All governmental funds have adopted budgets except for four debt service funds: Certificates of Indebtedness Series 1987 Sinking Fund, Sewing Series I Fund, Sewing Series J Fund, and Sewing Series K Fund. Accordingly, the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Certain Debt Service Funds, omits actual activity for those funds without budgets. Sewing Series I Fund and Sewing Series J Fund had no activity during the year. These funds had a total beginning and ending fund balance of \$6,322.

The following is a reconciliation of the fund omitted, which had activity during the year:

Excess of revenues and other financing sources over expenditures and other financing uses (all Debt Service Funds)	\$341,763
Plus deficiency of revenues under expenditures for omitted funds:	
Certificates of Indebtedness Series	
1987 Sinking Fund	(197)
Paving Series K Fund	(227)
Excess of revenues and other financing sources over expenditures and other financing uses (Budgeted Debt Service Funds only)	<u>\$332,337</u>

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

10. Budget appropriations lapse at year end except for capital outlays or items encumbered by authorized and issued purchase orders.
11. The budget amounts shown in the financial statements are the final authorized amounts as revised and amended for the year.

E. Encumbrances

Funds are encumbered when purchase orders are issued. It is the Council's policy to reserve fund balances for any encumbrances at year end.

F. Cash and Cash Equivalents

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

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

Certain short-term interest bearing cash accounts are maintained on a pooled basis. Interest revenue or expense is allocated to each participating fund based upon its pro rata share of the total pooled account balance.

G. Investments

Investments are stated at cost or amortized costs.

H. Receivables

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

I. Inventories

No inventories are recorded at year end as the amounts are immaterial.

Materials and supplies are considered expenditures by the Council when purchased.

J. Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government.

Fixed assets used in the proprietary fund type operations are included on the balance sheets of the funds. Depreciation of all exhaustible fixed assets used by the proprietary fund type operations is charged as an expense against operations and accumulated depreciation is reported on the balance sheets. Depreciation is computed using the straight-line method based on the estimated useful life of the various assets. The following is a summary of estimated useful lives by classification of fixed assets:

Category	Range
Buildings	10-50
Equipment	3-10
Vehicles	2-4

K. Long-term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

L. Compensated Absences

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

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

An accrual is made for the amount of compensation the employees will receive in the future based upon services performed in the current year for vacation time not used. An accrual is also made for accumulated sick time estimated to be paid to employees at retirement. The portion of this accumulated sick pay estimated to be paid to employees retiring within the next year is recorded as a liability within the fund to which the particular employees' salary is allocated. In accordance with GARS No. 18, which the Council adopted in 1994, the liability for the portion of this accumulated sick pay, totaling approximately \$81,880, projected to be paid in later years is recorded in the General Long-term Debt Account Group.

Compensated absences by fund are as follows: Accrued vacation time - General Fund \$17,668, Special Revenue Fund-Road Construction and Maintenance, \$12,830, Enterprise Funds-Reduction and Transfer \$7,840, Small Animal Control \$7,410, and Kemper Williams Park \$1,492. Accrued sick time - General Fund is \$23,190.

M. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from other governments or other funds.

Reserves represent those portions of fund equity not appropriate for expenditure or legally segregated for a specific future use. Significant changes in the reserved portion of fund balances in 1995 were increases in the reserve for non-current portion of receivables as follows:

	<u>Increase in</u> <u>Reserves</u>
Special Revenue Funds	
Bond Construction and Maintenance Fund	\$ 52,000
Wards 3 & 8 Sales Tax Fund	50,000
Wards 1,2,3,4,7 & 10 Sales Tax Fund	30,000
Debt Service Fund	
Sales Tax Bond Sinking Fund	51,000
Capital Projects Funds	
Capital Improvement Fund	500,000
Franklin & Vicinity Fund	100,000
Cypresswood Point & Vicinity Fund	500,000
Morgan City & Vicinity Fund	50,000

Other changes in the reserved portion of fund balances were \$87,000 decrease in reserve for disaster related expenditures in Hurricane Andrew Disaster Fund (Special Revenue), \$44,000 increase in reserve for circumstances in Small Animal Control Fund (Enterprise) and \$10,000 increase in reserve for circumstances in the General Fund. The reserve in the Hurricane Andrew Disaster Fund represents fund balance set aside for the completion of Hurricane related expenditures. Designated fund balances represent tentative plans for future use of financial resources. No fund balances were designated by the Council at December 31, 1995.

N. Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Reversing or nonreciprocal permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

O. Total Columns on Combined Statements

The total columns on the combined statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 - FUND DEFICITS

The following individual funds of the Council had deficit fund balances/retained earnings at December 31, 1995:

<u>Fund</u>	<u>Deficit Amount</u>
Capital Projects Funds:	
Amelia and Vicinity Fund Wards 5 & 8	\$ 968,793 1,525,787
Enterprise Fund:	
Redaction and Transfer Fund	3,163,875

In December 1973, the voters of St. Mary Parish approved a three-quarter per cent sales tax (Sales Tax) in order to fund construction and operation of liquid and solid waste facilities. The Council receives the portion of the sales tax for the unincorporated areas of the Parish. In June of 1982, the St. Mary Parish Police Jury (Police Jury, the forerunner of the Council) earmarked these funds to be equally divided between liquid waste and solid waste expenditures. The half earmarked for liquid waste was further allocated to five geographic locations within the non-incorporated areas of the parish based upon population in these areas.

The construction of the liquid waste treatment facilities were to be funded by a combination of 75% federal grants and 25% local matching funds. The Police Jury planned to issue bonds secured by the proceeds of the sales tax in order to provide its 25% of the project costs. The Police Jury decided to construct the first two facilities in the most densely populated areas of the Parish, Amelia and Wards 5 & 8. The Police Jury originally planned to issue additional debt in future years to construct sewerage facilities in the remaining areas.

Subsequent to the development of the plan to construct these facilities but prior to actual start of construction, the Federal government ceased funding most local sewerage projects. This left the Police Jury with the full burden of financing these facilities. The Police Jury then issued bonds to finance 100% of the facility construction costs in these two areas.

Due to a downturn in the economy, the sales tax collections declined from the amounts originally estimated to be collected. While the overall sales tax collected has been sufficient to pay the bonded indebtedness, the portion of the sales tax proceeds originally allocated to the two areas proved insufficient to fund the debt payments allocated to the two areas.

NOTE 2 - FUND DEFICITS (continued)

The excess of monies required, to fund the debt attributable to the sewerage projects in these two areas over the proceeds of the tax allocated to those areas, have resulted in the accumulation of substantial deficient fund balances and substantial payable balances to other funds in both these funds.

Failure to either develop new funding sources or to reallocate existing funding or combine certain existing fund operations could result in these two funds being unable to continue to operate and repay their obligations to other funds.

The Council has recently refinanced its debt in order to reduce future debt requirements by approximately \$348,000. The Council has entered into agreements with Sewer District #3 and Sewer District #8 to provide additional funding relating to the debt of Wards 5 & 8 which will fully fund any future debt needs. This arrangement is more fully described in Note 17. The Council has also created St. Mary Parish Water and Sewer Commission No.1 which is planning to address additional funding for the Amelia & Vicinity funds. The Council is also considering several other possibilities to raise additional revenues for these two funds.

The deficit in the retained earnings in the Reduction and Transfer Fund, an enterprise fund, is the result of accounting adjustments made to accrue estimated costs to close and monitor the Council's landfill in accordance with GASA No. 18 as detailed in Note 21. The total estimated cost to close and monitor the landfill for the required thirty year period is \$4,138,000. Of this amount, \$3,845,000 has been accrued as a liability and resultant reduction of the fund's retained earnings as of December 31, 1995. However actual expenditures of funds are estimated to be required only as follows: 1996 approximately \$28,000; 1997 approximately \$200,000; for each of the thirty subsequent years \$118,000.

NOTE 3 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED

The following individual funds had actual expenditures over appropriated expenditures for the year ended December 31, 1995:

Fund	Actual	Budget	Unfavorable Variances
Special Revenue Funds:			
Road Construction and Maintenance Fund	\$1,874,858	\$1,783,175	\$91,683
Sanitation Fund	898,119	885,093	13,027
Wards 5 & 8 Sales Tax Fund	175,269	175,026	243
Wards 1,2,3,4,7 & 10 Sales Tax Fund	239,808	238,794	1,014
Debt Service Funds:			
Sales Tax Sewer Sinking Fund	641,095	630,139	10,957
Three Fourths Per Cent Sales Tax Bond Sinking Fund	848,197	847,755	442

NOTE 3 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED (continued)

Fund	Actual	Budget	Unfavorable Variance
Capital Projects Funds:			
Sales Tax Bond Construction Series 1992 Fund	\$ 11	\$ (250)	\$ 261
Franklin & Vicinity Fund	313,749	99,545	14,304
Cypressport Point & Vicinity Fund	75,348	68,435	6,913
Wards 5 & 8	17,063	17,300	19,763
Morgan City & Vicinity Fund	10,330	9,314	1,016

NOTE 4 - TAXES

Sales Taxes

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

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

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

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

NOTE 4 - TAXES (continued)

Chain Store Tax

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

Ad Valorem Taxes

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

NOTE 5 - CASH AND CASH EQUIVALENTS

The Council may deposit funds with a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The Council may also invest in time deposits or certificates of deposit or state banks organized under Louisiana law and national banks having principal offices in Louisiana.

Under state law, these deposits must be covered by federal deposit insurance or the pledge of securities owned by the bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the bank. These pledged securities are held in the name of the pledging bank in a custodial bank that is mutually acceptable to the parties involved.

Under the provision of the CASH codification, accounts secured by pledged securities, which are not in the name of the governmental unit, are considered uncollateralized.

The following is a summary of the cash and cash equivalents and the related federal deposit insurance and related pledged securities as of December 31, 1984:

Cash and cash equivalents - stated value	\$ <u>441,880</u>
Cash and cash equivalents - bank balance	\$ <u>188,810</u>
Portion insured by federal deposit insurance	100,000
Collateralized by securities in the Council's name held by the Council or third parties	<u> NONE</u>
Balance uninsured and uncollateralized under CASH codification	1,188,010
Portion of deposits secured under Louisiana Law	<u> 1,188,810</u>
Amount unsecured under Louisiana law	<u> NONE</u>

NOTE 8 - INVESTMENTS

Under state law, the Council may invest in certain Federally guaranteed securities, certain bank time certificates of deposit and in the Louisiana Asset Management Pool (LAMP), an organization which operates as investment pool for local governments.

The Council's investments at December 31, 1995 total \$6,714,682 including \$3,527,375 of pooled investments in LAMP.

The Council's investments, except for LAMP, are categorized as either (1) insured or registered or for which the securities are held by the government or its agent in the government's name, (2) uninsured and unregistered for which the securities are held by the broker's or dealer's trust department or agent in the government's name or (3) uninsured and unregistered for which the securities are held by the broker or dealer, or by its trust department or agent but not in the government's name.

	Categories			Carrying Amount	Market Value
	1	2	3		
United States Government Securities	\$1,185,302	---	---	\$1,185,302	\$1,282,228
Total Investments	\$1,185,302	--	--	\$1,185,302	\$1,282,228

The book value of the investments in LAMP at December 31, 1995 is \$3,527,375, while the market value is \$3,348,000.

The investment in LAMP is not categorized in the three risk categories above because it is a pooled investment.

NOTE 9 - RECEIVABLES

The following is a summary of receivables at December 31, 1995:

Type of Receivables	General Fund	Special Revenue Funds	Debt Service Funds	Enterprise Funds
Taxes:				
Ad valorem	\$ 889,467			
Sales and use		\$171,303	\$ 31,237	
Shared revenues:				
State	73,404	789,183		
Assessments:				
Current			55,167	
Delinquent			22,184	
Deferred			73,838	
Accounts	65,577	80,261		\$174,818
Other governments:				
Grants - Bureau of Reclamation	380,782			
Other	30,808		25,410	
Total	\$1,376,238	\$1,021,824	\$369,704	\$374,818

NOTE 7 - RECEIVABLES(continued)

All receivables are net of allowances for uncollectible accounts which are immaterial.

The deferred portion of special assessments receivable represents the portion of payments that will be due from property owners in future years. An amount equal to this is recorded as deferred revenues in the liability section of the debt service funds' balance sheets.

NOTE 8 - DUE FROM/TO OTHER FUNDS

The following is a listing of due from/to other funds by individual fund as of December 31, 1995:

<u>Receivable From</u>	<u>Payable To</u>	<u>Amount</u>
Wards 5 & 9 Fund	Road Construction and Maintenance Fund	\$ 762
Sanitation Fund	Amelia & Vicinity	9,874
Sanitation Fund	Franklin & Vicinity	16,610
Sanitation Fund	Cypressport Point & Vicinity	17,872
Sanitation Fund	Ward 5 & 9	19,781
Sanitation Fund	Morgan City & Vicinity	2,354
General Fund	Sanitation Fund	450,000
General Fund	Boat Landing Fund	24,329
3/4% Sales Tax Bond Reserve Fund	Boat Landing Fund	8,501
3/4% Sales Tax Bond Reserve Fund	Road Construction and Maintenance Fund	10,000
Total Due From/To		\$627,113

NOTE 9 - ADVANCES TO/FROM OTHER FUNDS

The following is a listing of advances to/from other funds as of December 31, 1995:

<u>Advance To</u>	<u>Advance From</u>	<u>Amount</u>
Amelia & Vicinity	Sanitation Fund	\$ 478,488
Wards 5 & 9	Sanitation Fund	499,731
Kemper Williams	Sales Tax Bond Sinking Fund	178,395
Cypressport Point & Vicinity	3/4% Sales Tax Bond Sinking Fund	141,891
Amelia & Vicinity	Cypressport Point & Vicinity	495,138
Wards 5 & 9	Sales Tax Wards 5 & 9	65,000
Wards 5 & 9	Sales Tax Wards 1, 2, 3, 4, 7 & 10	38,000
Wards 5 & 9	Sales Tax Bond Sinking Fund	88,000
Wards 5 & 9	Capital Improvements Fund	600,000
Wards 5 & 9	Franklin & Vicinity	109,000
Wards 5 & 9	Morgan City & Vicinity	50,000
Wards 5 & 9	Solid Waste	50,000
Wards 5 & 9	Boat Landing	148
Wards 5 & 9	Road Construction & Maintenance	21,796
Wards 5 & 9	Cypressport Point & Vicinity	1,882
Total Advances To/From		\$2,768,381

NOTE 9 - ADVANCES TO/FROM OTHER FUNDS (continued)

These amounts are not to be repaid within the upcoming year. Therefore, a reservation of fund balances for non-current receivables has been shown on the balance sheets of the funds that made the advances.

NOTE 10 - DEBT FROM COMPONENT UNITS

Debt from component units at December 31, 1995 consist of the following:

ITEM/FUND	Debt Service	Capital Projects
Non-current portion of advances made to Hospital Service Districts		
Sales Tax Bond Sinking Fund	\$169,134	
Capital Improvement Fund		\$164,609
Non-current portion of advances made to Sewer District #10		
Opportunity Point & Vicinity	—	218,821
Totals	\$169,134	\$383,430

These amounts are not to be repaid within the upcoming year. Therefore, a reservation of fund balances for non-current receivables has been shown on the balance sheets of the funds that made the advances.

NOTE 11 - PREPAID ASSETS

In late 1995 the Council's fiscal agent bank and bond paying agent inadvertently paid interest on the Council's Public Improvement Sales Tax Bonds, Series 1994 which was not due until 1996. This payment in the amount of \$155,900 has been recorded as prepaid assets in the Sales Tax Bond Sinking Fund at December 31, 1995.

NOTE 12 - FIXED ASSETS

A summary of changes in general fixed assets for the year ended December 31, 1995 follows:

	Balance December 31, 1994	Additions	Deletions	Reclassifi- cations	Balance December 31, 1995
Land	\$1,380,876				\$ 1,380,876
Buildings	5,265,743	35,123		\$ 6,460	5,249,346
Improvements other than buildings	833,283	133,760		231,828	1,168,471
Equipment and furniture	1,248,387	348,985			1,597,372
Construction in progress	220,708	27,210		(129,708)	218,210
	<u>\$10,848,997</u>	<u>\$544,278</u>	<u>—</u>	<u>—</u>	<u>\$11,348,871</u>

NOTE 12 - FIXED ASSETS (continued)

A summary of the Enterprise Funds' property, plant and equipment at December 31, 1993 follows:

Land and improvements	\$ 3,488,898
Buildings and improvements	4,278,786
Equipment	2,881,103
Improvements other than buildings	1,332,899
	<u>11,981,786</u>
Less accumulated depreciation	(8,747,343)
	\$ <u>3,234,443</u>

Depreciation and amortization expense for 1993 is approximately \$531,000.

NOTE 13 - LONG TERM DEBT

The following is a summary of changes in the General Long-Term Debt Account Group for the year ended December 31, 1993:

Balance at January 1, 1993	\$19,160,594
Additions	492,823
Reductions	(1,852,922)
Balance at December 31, 1993	<u>\$17,800,495</u>

Obligations payable at December 31, 1993 are as follows:

GENERAL LONG-TERM DEBT:Public Improvement Sales Tax Bonds

\$800,000 of Sales Tax Bonds were issued on July 1, 1992 for the purpose of acquiring and equipping a public building to be used primarily for public health purposes. The bonds bear interest of 8.85 percent and are payable through the year 2004. The bonds are being retired from the One Percent Sales Tax Bond Sinking Fund.

\$ 855,000

Public Improvement Sales Tax Bonds

\$5,100,000 of Sales Tax Bonds were issued July 1, 1994 for the purpose of improving and repairing public roads and renovating and improving the Parish courthouses. The bonds bear interest of 3.375 to 8.0 percent and are payable through the year 2012. The bonds are being retired from the One Percent Sales Tax Bond Sinking Fund.

5,410,880

Public Improvement Sales Tax Refunding Bonds

\$7,310,000 of Public Improvement Sales Tax Refunding Bonds were issued on September 25, 1987 for the refinancing of three prior bond issues. The prior issues were for the construction and maintenance of solid waste collection and disposal facilities, sewers, other pollution control and abatement facilities. The bonds bear interest at rates ranging from 5.5 percent to 7.8 percent with payments due through 1997. These bonds are to be retired from the Three-Fourths Percent Sales Tax Bond Sinking Fund.

\$ 7,310,000

Public Improvement Sales Tax Refunding Bonds

\$5,598,000 of Public Improvement Sales Tax Refunding Bonds were issued on June 1, 1993 to advance refund \$4,628,000 of the 1987 \$7,310,000 Public Improvement Sales Tax Refunding bonds which mature December 1, 1998 to December 1, 2004. The bonds bear interest at rates ranging from 7.34 to 8.14 with payments due through 2004. These bonds are to be retired from the Three-Fourths Percent Sales Tax Bond Sinking Fund.

5,598,000

SPECIAL ASSESSMENT

Parish Certificates

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

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

\$86,343 Special Assessment Paving Bond Series L issued on February 1, 1995; due in annual installments of \$8,634 through February 1, 1996; interest at 9.54

9,624

\$85,843 Special Assessment Paving Bond Series M issued December 1, 1990; due in annual installments of \$8,483 through December 1, 2000; interest at 9%

40,413

NOTE 13 - LONG TERM DEBT (continued)

\$283,803 Saving Certificate, Series 1888, issued July 1, 1985; due in annual installments of \$25,360 through July 1, 2005; interest at 6.33%

\$ 283,803

Accrued compensated absences

78,820

See Note 14 - Capital Lease Obligation

361,323

Total

\$12,918,435

The annual requirements to amortize all obligations outstanding other than accrued compensated absences at December 31, 1995, including interest are:

For Year Ended	Principal	Interest	Total
1996	\$ 318,000	\$ 710,000	\$ 1,028,000
1997	365,000	643,000	1,008,000
1998	399,000	574,000	9,73,000
1999	1,044,000	500,000	1,544,000
2000	1,082,000	462,000	1,544,000
2001-2012	7,811,572	2,892,860	8,724,432
	<u>\$12,918,572</u>	<u>\$ 3,861,860</u>	<u>\$12,880,432</u>

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

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

As December 31, 1995 \$6,310,000 of outstanding general long-term debt are considered defeased.

NOTE 14 - LEASE OBLIGATIONS

The Seed Construction and Maintenance Fund, a special revenue fund, has acquired three pieces of equipment with a combined basis of approximately \$424,000 under a capital lease.

The St. Mary Parish Assessor's Office, Parish Council, and Sheriff's office have acquired computer equipment to be shared between the three departments with a combined basis of approximately \$145,000.

The Parish Council is to pay 16.57% of the total payments related to the computer equipment.

NOTE 14 - LEASE OBLIGATIONS (continued)

The following is a schedule by years of future minimum lease payments under the capital lease together with the present value of the net minimum lease payments as of December 31, 1995:

Year ending December 31, 1996	\$108,162
1997	81,523
1998	56,286
1999	33,888
2000	<u>48,864</u>
Total minimum lease payments	328,723
Less Amount representing interest	<u>40,521</u>
Present value of net minimum lease payments	<u>\$288,202</u>

NOTE 15 - CONTRIBUTED CAPITAL

Contributed capital represents land, buildings, and equipment contributed to the enterprise funds from the Council's governmental funds and private individual donors (for the Kemper Williams Park Fund). The amounts contributed are being amortized based on the depreciation of these capital assets contributed. This depreciation is closed to (deducted from) the contributed capital account and is reflected as an addition to retained earnings. A summary of changes in contributed capital for the year ended December 31, 1995, is as follows:

	Reduction & Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund
Net contributed capital at December 31, 1994	\$2,875,132	\$ 46,381	\$2,518,130
Current capital additions	--	--	--
Current year amortization	<u>123,823</u>	<u>4,598</u>	<u>14,228</u>
Net contributed capital at December 31, 1995	<u>\$2,751,309</u>	<u>\$ 41,783</u>	<u>\$2,453,891</u>

NOTE 16 - SEGMENT INFORMATION

The Council is reporting three enterprise funds which provide waste disposal, small animal control services and a recreation facility. Segment information for these enterprise funds for the year ended December 31, 1995, is as follows:

	<u>RECREATION AND TRANSFER FUND</u>	<u>SMALL ANIMAL CONTROL FUND</u>	<u>KEMPER WILLIAMS PARK FUND</u>	<u>TOTAL</u>
Operating revenues	\$ 1,331,318	\$ 43,128	\$ 95,731	\$ 1,466,178
Depreciation and amortization expense	435,764	12,556	87,152	535,472
Operating Loss	(600,744)	(87,887)	(219,388)	(907,737)
Operating transfers in	--	135,589	86,185	221,774
Net income (loss)	(688,688)	48,622	(71,444)	(671,627)
Net increase (decrease) in property, plant and equipment	(388,519)	(3,357)	(57,533)	(448,408)
Net working capital	214,988	44,345	38,700	298,025
Total assets	3,234,438	98,933	2,778,600	6,129,993
Total equity (deficit)	(689,988)	95,821	2,888,318	3,129,833

NOTE 17 - VENTURES WITH OTHER COMMUNITIES

The Parish council participated in a venture with the City of Patterson, the Town of Berwick, and the St. Mary Parish Sewerage District No. 2 (District No. 2) to construct regional sewerage facilities to serve Wards 5 and 8 (Joint Sewerage Commission) in St. Mary Parish. The governing body of the venture is a joint commission which maintains, operates, and administers the project including financial and budgetary matters. The commissioners serve at the pleasure of their respective appointing authorities, the City of Patterson, the Town of Berwick, the St. Mary Parish Sewerage District No. 2, and the St. Mary Parish Council.

The Council's share of the total construction cost of \$10,100,000 was 45.24. However, the Council does not participate in the operations of the facility. The fiscal year for the project ends September 30, 1995. Total assets at September 30, 1995 were approximately \$677,000; total liabilities were approximately \$39,000; and total equity was approximately \$638,000. Total revenues for the year ended September 30, 1995 were approximately \$133,000; total expenses were approximately \$388,000. Effect December 31, 1995 the Council has entered into an agreement whereby it will transfer 75.5 per cent of its interest in the Joint Sewerage Commission to District No.2 and 24.5 per cent of its interest to St. Mary Parish Sewerage District No.8. This transfer of ownership is in consideration for those two sewerage districts funding a portion of the Council's outstanding 1997 Public Improvement Sales Tax Refunding Bonds and 1993 Public Improvement Sales Tax Refunding Bonds with a principal balance which totaled approximately \$3,410,000 on December 1, 1995.

In addition, the Council is participating in an agreement with the City of Franklin for the upgrade and operation of sewerage facilities for the City and surrounding Parish areas. The City funded seventy percent of the total cost of the upgrade of \$1,100,000, and the Council funded the remaining thirty percent. The City government operates the system including budgetary and financial matters and the Council does not participate in the operation or management of the system. The Council reimburses the City for thirty percent of the operating costs. The Council, in turn, is reimbursed for 15% of its share by St. Mary Parish Sewer District No. 1. The fiscal year for the project ends April 30, 1995. Total revenues for the year ended April 30, 1995, were approximately \$363,000; total expenditures were approximately \$384,000. Separate balance sheet amounts are not readily available at year end.

The Council entered into an intergovernmental agreement with the St. Mary Parish Consolidated Gravity Sewerage District No. 1 and the City of Franklin for a flood control improvement project at the Bayou Yokely Pump Station. The total cost of the project is estimated to be approximately \$6,500,000 and includes an estimated \$600,000 of in-kind services. The cash portion of the project totaling \$4,780,000 is to be funded approximately 70% (\$3,346,000) by the Department of Transportation and development and the remaining 30% (\$1,434,000) is to be funded by the three local entities in equal shares. The City of Franklin is overseeing the three local governments participation in the project. The Parish paid \$170,000 of their cash portion during 1994 and \$25,000 of their cash portion during 1995. The Parish plans to pay the remaining \$70,000 during 1996. The portion of the agreement related to providing of in-kind services has not yet been finalized. The fiscal year for the project ends April 30, 1995. Total assets at April 30, 1995 were approximately \$256,000; total equity was approximately \$210,000. Total revenues for the year ended April 30, 1995, were approximately \$278,000; total expenditures were approximately \$28,000.

NOTE 18 - PENSION PLAN AND OTHER RETIREMENT BENEFITS

Substantially all full-time employees of St. Mary Parish Council participate in the Parochial Employees' Retirement System of Louisiana (Plan A), a multiple employer public employee retirement system. The payroll for Council employees covered by the System for the year ended December 31, 1994 is approximately \$3,817,000; the Council's total payroll is approximately \$3,042,022.

Employees are entitled to retirement benefits when the combination of attained age and years of service meet certain specified requirements. The minimum years of service for receiving retirement benefits is ten years. Benefits vest based on a similar method of combination of minimum years of service and attained age. The System also provides death and disability benefits. Benefits are established by the State Legislature.

Covered employees are required by the State Legislature to contribute 9.38% of their gross salary to the plan. The Council is required by the same statute to contribute 1.00% of each employee's gross salary to the plan. The city's actuarially determined contribution requirement has not been calculated. However, the annual contribution rate for the all employees as a whole has been determined to be approximately \$21.5 million to fund the plan over a forty year payment period. The actual employer and employee contributions for the plan as a whole for the year ended December 31, 1994 (the latest year for which information is available), was approximately \$49.8 million.

The Council's contribution made for the year ended December 31, 1994, was approximately \$388,000 which consisted of \$178,000 from the Council and \$190,000 from employees; these contributions represented 1.00% and 3.50% of covered payroll, respectively.

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among public employee retirement systems and employers. The System does not make separate measurements of assets and pension benefit obligation for individual employers. The pension benefit obligation at December 31, 1994 (the latest available evaluation) for the System as a whole, determined through an actuarial valuation performed as of that date, was \$231.9 million. The System's net assets available for benefits on that date were \$283.6 million, leaving an unfunded pension benefit obligation of \$44.2 million. The Council's 1994 contribution represented .7% of total contributions required of all participating entities.

NOTE 18 - PENSION PLAN AND OTHER RETIREMENT BENEFITS (continued)

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's December 31, 1994, comprehensive annual financial report. The District does not guarantee the benefits granted by the System.

The Council is not responsible for any other post retirement benefits to its former employees.

The Council is responsible for withholding and remitting contributions from participants to the State for inclusion in the plan. The State is responsible for remitting benefits to the participants.

NOTE 19 - DEFERRED COMPENSATION PLAN

Since July 1, 1991, employees of the Parish have the option to participate in a deferred compensation plan created in accordance with Internal Revenue Code section 457. The maximum compensation that may be deferred under the plan for the participant's taxable year shall not exceed the lesser of \$7,000 or 33 1/3% of includable compensation. Additional deferrals are allowed in certain years prior to retirement.

The Council is responsible for withholding and remitting contributions from participants to the State for inclusion in the plan. The State is responsible for remitting benefits to the participants.

All assets of the plan, including all deferred amounts and income attributable to those amounts are the assets of the State of Louisiana and are subject to all claims of general creditors of the State of Louisiana.

NOTE 20 - COMMITMENTS AND CONTINGENCIES

In 1994 the Council issued \$5,100,000 of Sales Tax Bonds for the purpose of improving and repairing public roads and renovating and improving the Parish courthouse. The parish expended approximately \$1,500,000 through 1993. The remaining amount of \$3,600,000 will be used by the Parish for the above purpose in a five year capital outlay program.

NOTE 20 - COMMITMENTS AND CONTINGENCIES (continued)

The Council is considering constructing a 300 bed law enforcement center and refurbishing approximately 100 beds in existing facilities. The total cost to construct these facilities is estimated to be approximately \$7.9 million plus land. During 1985 the Council received a donation of the required land, contingent upon the construction of the facility. The Council has earmarked approximately \$1.1 million which is being held in the Royalty Road Fund for this project. The Council is presently seeking other means to finance the remaining \$6.1 million construction costs including possible state grants or federally secured loans. The Council expended approximately \$488,088 in planning and architectural costs through 1985.

The Council has entered into an agreement to reconstruct sections of Irish Bend Road in the St. Joseph/Campoint area. The total cost of this project is estimated to be \$410,888. Funding for this project will be provided by the Louisiana Community Development Block Grant Supplemental Appropriation Disaster Recovery Program. Through December 31, 1988, the project incurred total costs of approximately \$338,000 with the remaining \$69,888 to be spent in 1989.

The Council participates in a number of federally assisted programs. These programs are audited in accordance with the Single Audit Act of 1984. Audits of prior years have not resulted in any significant disallowed costs; however, grantor agencies may provide for further examinations. Based on prior experience, the Council's management believes that further examinations would not result in any material disallowed costs.

NOTE 21 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS

The Council provides for the collection and disposal of garbage through the operation of the Reduction and Transfer Fund, an enterprise fund. As part of this operation, a landfill composed of three areas is maintained. The operation of the landfill is subject to certain federal and state regulations. In 1985, the Council ceased operating and closed approximately 48 acres of the landfill which composed areas one and two.

The Council has a permit to operate area three until 1997, since the Council accepted solid wastes at the landfill site after October 1983, the Council will be responsible for meeting new EPA requirements on the portion of the landfill in operation at that time. Those requirements mandate not only rigid landfill closure requirements but also monitoring, remediation and containment requirements for thirty years after closure. Management has estimated costs for closure of this portion of the landfill to be approximately \$638,888. Costs for postclosure care, monitoring, and containment have been estimated to be approximately \$1,500,000 (\$120,000 per year for thirty years).

NOTE 22 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS(continued)

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

The Council estimates that eighty one percent of the available landfill was utilized in prior years and an additional eleven percent was used during 1993. Therefore \$3,840,000 of the total estimated closure and post closure care costs are recorded as a liability on the financial statements of the Reduction and Transfer Fund as of December 31, 1993 of which \$488,000 represents costs related to current year usage and is recorded as a current operating expense.

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

NOTE 23 - RELATED PARTY

In prior years, certain advances were made to the Hospital Service Districts within the Parish. These advances are being reduced in exchange for in-kind services in the current year as follows.

The advances to Hospital Service District No. 1 are being reduced by medical services provided to the St. Mary Parish Jail inmates. The value of these services was approximately \$11,000 in 1993.

The advance to Hospital Service District No. 2 is being reduced by the rental value of space being utilized by the St. Mary Parish Sheriff's and Coroner's Office in the old hospital facility. The value of this rental was approximately \$18,000 during 1993.

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS

ST. MARY PARISH COUNCIL
SPECIAL REVENUE FUNDS
December 31, 1995

ROAD CONSTRUCTION AND MAINTENANCE FUND

The Road Construction and Maintenance Fund accounts for the maintenance and upkeep of the parish road system. Major financing is provided by the State of Louisiana Parish Transportation Fund. Use of transportation funds is restricted by Louisiana Revised Statutes. As of January 1, 1995, this fund records the former activities recorded in the Royalty Road Fund. See Royalty Road Fund notation below.

HURRICANE ANDREW DISASTER FUND

The Hurricane Andrew Disaster Fund accounts for all hurricane related expenditures and funds received from the Federal Emergency Management Agency (FEMA), as well as insurance proceeds related to claims for the Parish Hurricane relief efforts.

BOAT LANDING FUND

The Boat Landing Fund accounts for funds received from the sale of permits to users of certain boat landings located in St. Mary Parish.

SANITATION FUND

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

WARDS 5 AND 8 SALES TAX FUND

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

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

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

ROYALTY ROAD (TERRACE) FUND

The Royalty Road (Terrace) Fund accounts for funds received from the State of Louisiana for settlement of certain parish claims for royalties from prior years.

ST. BARRY HARBOR COLLEGE

SPECIAL REVENUE FUNDS

Combining Balance Sheet
December 31, 2003

ASSETS	CONSTRUCTION RESPONSE AND REPAIRS		BOAT LAUNCH		FISH SALES		VENUE SALES		STUDENT ACTIVITY		TOTAL
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	
CASH AND EQUIVALENTS	22,271	470,118	87,483	84,600	84,845	81,877	81,881	808,881			
Investments				1,013,440	28,785	87,287	1,218,814	2,318,287			
Receivables (net of allowances for uncollectibles)	288,888			119,199	18,490	31,984		5,281,498			
(See notes to financial statements)	18,792		88,840	488,000				888,000			
Advances to other funds	81,708		160	819,378	88,000			1,728,380			
Total assets	382,759	570,116	186,323	2,409,418	219,220	207,168	87,278,281	86,138,287			
LIABILITIES AND FUND EQUITY											
LIABILITIES											
Accounts payable	64,564		828	861,381	62,388	65,478		168,297			
Contracts payable	68							18			
Retainage and other liabilities payable	14,814					117		14,805			
Due to other funds				88,487				88,487			
Total liabilities	94,454		828	861,381	62,388	65,605		192,197			
FUND EQUITY											
Fund balance	68							18			
Reserve for encumbrances	81,788							81,788			
Reserve for non-current portion of receivables											
Reserve for flexible funding allocations		879,218		1,884,608	48,140	88,115	1,218,814	3,038,887			
Unreserved - undesignated	818,317	79,278	187,877	1,532,825	160,140	111,716		2,000,625			
Total fund equity	818,385	879,218	187,877	2,417,433	208,280	199,831		5,039,510			
Total liabilities and fund equity	818,385	879,218	187,877	2,417,433	208,280	199,831		5,039,510			

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

ST. MARY PARISH COUNCIL

OFFICIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 1995

	ROAD CONSTRUCTION & MAINTENANCE FUND	HURRICANE REPAIR FUND	BOAT LANDING FUND	STATION FUND	WAGES SALES TAX FUND	WAGES 1,2, 3,4,7 & 10 FUND	BOAT REPAIR FUND	TOTAL
FEES-PAIDERS								
Tolls								
State		88,877						88,877
Intergovernmental revenues								
Federal grants								
State funds								
Federal transportation funds	8113,888							8,113,888
Royalty revenues	2,113,913							2,113,913
Royalties	262	3,848	11,586	81,798	3,628	3,777	84,947	94,947
Interest			73,373	852,178				925,551
Other revenues								
Total revenues	7,886,721	11,885	74,959	2,164,884	779,226	208,746	469,887	11,704,889
EXPENDITURES								
Contract								
General government		1,485						1,485
Public utility		65,742			16,000	59,887	369,364	740,991
Public works	1,284,182			588,098	18,832	59,832		1,950,944
Sanitation				698,171		15,714		713,885
Culture and recreation		35,483	17,898		917,889	65,281		2,036,551
Capital outlay	328,088					42,584		370,672
Capital service								
Principal	40,538							40,538
Interest	8,162							8,162
Total expenditures	1,677,658	182,718	17,898	888,115	1,705,889	270,588	389,384	3,654,119

Excess (adequacy) of revenues over (excess) expenditures	200,875	850,890	98,190	1,078,345	2,440	2,343	1,081,978	2,708,744
CHS&S (HAWAII) INC. SUPP. COSTS (100%)								
Proceeds from capital items	200,800							200,800
Insurance proceeds	8,226							8,226
Controlling transfers in	11,281	41,214		(666,353)		8		62,394
Operating transfers out	(200,500)					(70,889)		(1,082,450)
Total other financing sources (uses)	20,574		41,214			(70,889)		(69,105)
Excess (adequacy) of revenues and other sources over (excess) expenditures and other uses	174,549	(146,608)	139,404	(676,353)	2,440	(70,889)	100,336	1,294,267
Fund balances at beginning of year	64,000	650,000		2,120,798	(83,720)	(52,324)	1,200,000	3,881,000
^{1,2} Fund balances at end of year	\$69,811	\$70,718	\$107,817	\$2,034,445	\$198,740	\$112,175	\$1,270,336	\$4,996,807

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

ST. MARY PARISH COUNCIL

SPECIAL REVENUE FUND - ROAD CONSTRUCTION AND MAINTENANCE FUND
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1993

	Actual	Budget	Variance Favorable (Adverse)
REVENUES			
Public participation funds	\$112,658	\$113,000	(\$342)
Property revenues	2,112,713	1,879,912	432,801
Interest earnings	362	(508)	870
Total revenues	2,628,733	2,192,394	436,339
EXPENDITURES			
Current:			
Public Works			
Highways/roads & roads	1,085,676	1,100,377	34,701
Road supervisor	39,815	37,885	1,930
Municipal/highways, streets, roads	260,800	260,000	800
Bridges	164,293	167,894	(\$3,601)
Arroyo City	97,608	122,627	24,919
Capital Outlay	328,000		(328,000)
Debt service			
Principal	42,838	48,104	(\$5,266)
Interest	8,163	8,388	(\$225)
Total expenditures	1,977,483	1,783,175	(194,308)
Excess (deficiency) of revenues over (under) expenditures	751,250	409,219	342,031
OTHER FINANCING SOURCES (USES)			
Proceeds from capital lease insurance proceeds	328,000		328,000
Operating transfers in	8,123	8,665	(\$542)
Contributions of indebtedness			
1987 Bond Fund	358		358
Rising Series K Fund	158		158
Rising Series L Fund	11,082	11,082	
Operating transfers (out)			
General Fund	(328,348)	(328,348)	
Sales Tax Bond Construction Series 1992 Fund	(281)		281
Total other financing sources (uses)	21,072	(299,683)	320,759
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	774,322	109,536	664,786
Fund balance at beginning of year	84,588	84,588	
Fund balance at end of year	\$858,912	\$858,174	\$740,742

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

ST. MARY PARISH COUNCIL

SPECIAL REVENUE FUND - HURRICANE ANDREW DISASTER FUND
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Federal grant	89,972	89,972	
Interest earnings	3,948	4,442	(594)
Total revenues	<u>13,920</u>	<u>14,414</u>	<u>(594)</u>
EXPENDITURES			
General government	1,488	1,488	0
Public safety	85,742	85,740	2
Culture & recreation	35,483	60,000	14,517
Total expenditures	<u>122,713</u>	<u>147,228</u>	<u>14,523</u>
Excess (deficiency) of revenues over (under) expenditures	(88,860)	(132,814)	13,920
Fund balance at beginning of year	150,000	150,000	
Fund balance at end of year	<u>\$70,118</u>	<u>\$20,199</u>	<u>\$10,929</u>

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

ST. MARY PARISH COUNCIL

SPECIAL REVENUE FUND - BOAT LANDING FUND

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Interest earnings	\$1,090	\$1,090	\$0
Other revenue			
Charges for services	72,273	71,820	453
Total revenues	<u>73,363</u>	<u>72,910</u>	<u>453</u>
EXPENDITURES			
Current:			
Culture and recreation			
(Growth)	1,220	1,261	6
Bayou Boof	1,122	1,182	60
Joe C. Russo	2,894	2,120	68
Banick	2,720	2,955	235
Marcel/Amelia	3,411	3,517	106
Quinana	6,684	6,737	(53)
Total expenditures	<u>17,051</u>	<u>18,042</u>	<u>991</u>
Excess (deficiency) of revenues over (under) expenditures	<u>56,312</u>	<u>54,868</u>	<u>634</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
General Fund	\$1,914	\$1,914	
Total other financing sources (uses)	<u>1,914</u>	<u>1,914</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>107,617</u>	<u>106,782</u>	<u>634</u>
Fund balance at beginning of year			
Fund balance at end of year	<u>\$107,617</u>	<u>\$106,782</u>	<u>634</u>

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

ST. MARY PARISH COUNCIL

SPECIAL REVENUE FUND - SANITATION FUND

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1998

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Taxes			
Sales and use tax	\$1,574,584	\$1,540,218	\$34,378
Interest earnings	67,758	48,870	20,788
Other revenue			
Garbage collection fees	632,116	518,842	1,233
Total revenues	<u>2,104,494</u>	<u>2,104,030</u>	<u>60,434</u>
EXPENDITURES			
Current:			
Public safety	322,518	300,057	(1,891)
Sanitation	688,191	686,025	(1,088)
Total expenditures	<u>688,119</u>	<u>686,082</u>	<u>(3,027)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,378,345</u>	<u>1,318,938</u>	<u>57,407</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers (out)			
Annalia & Vicinity	(128,048)	(118,166)	(10,882)
Franklin & Vicinity	(218,407)	(189,771)	(17,030)
Governor Point & Vicinity	(232,867)	(213,888)	(18,978)
Wards 3 & 8	(257,738)	(228,727)	(21,003)
Morgan City & Vicinity	(30,888)	(28,173)	(2,498)
Total other financing sources (uses)	<u>(866,320)</u>	<u>(706,722)</u>	<u>(70,598)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>410,025</u>	<u>423,216</u>	<u>(13,191)</u>
Fund balance at beginning of year	2,122,798	2,122,798	
Fund balance at end of year	<u>\$2,532,823</u>	<u>\$2,546,014</u>	<u>(\$13,191)</u>

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

ST. MARY PARISH COUNCIL

SPECIAL REVENUE FUND - WARDS 5 & 8 SALES TAX FUND
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Taxes			
Sales and use taxes	\$175,403	\$175,521	\$1,118
Interest	3,826	3,227	599
Total revenues	<u>179,229</u>	<u>178,748</u>	<u>481</u>
EXPENDITURES			
Current:			
Public Safety			
Fire fighting	30,000	30,000	
Public works			
Street lighting	22,899	21,000	(1,899)
Wax Lake East Drainage District	5,721	5,990	269
Culture & recreation			
Bayou Vista Recreation Area	21,992	22,089	107
Town of Berwick	299	295	
Patterson High School	1,700	1,700	
Recreation District #3	55,475	55,475	
Recreation District #4	38,557	38,557	
Total expenditures	<u>176,369</u>	<u>175,326</u>	<u>(1,043)</u>
Excess (deficiency) of revenues over (under) expenditures	2,440	1,722	718
Fund balance at beginning of year	103,723	103,723	
Fund balance at end of year	<u>\$106,163</u>	<u>\$105,445</u>	<u>\$6718</u>

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

ST. MARY PARISH COUNCIL

SPECIAL REVENUE FUND - WARD 1, 2, 3, 4, 7 & 10 SALES TAX FUND
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

REVENUES	Actual	Budget	Variance Favorable (Unfavorable)
Taxes			
Sales and use taxes	\$232,972	\$234,282	\$9,716
Interest	3,777	3,715	62
Total revenues	<u>236,749</u>	<u>237,997</u>	<u>6,772</u>
EXPENDITURES			
Current:			
Public safety			
Fire fighting	58,527	58,527	
Public works			
Street lighting	58,828	54,845	(\$3,973)
Sanitation			
Sewerage District # 5	15,714	15,714	
Culture & recreation			
Trustee Commission	14,428	14,428	
School Board	8,308	8,308	
Elizabeth B. Davis Park	25,275	25,528	253
Heben/Washington Park	12,478	12,888	310
City of Franklin	8,172	8,172	
Capital outlay	42,294	42,294	
Total expenditures	<u>223,808</u>	<u>228,794</u>	<u>(\$5,112)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,643</u>	<u>(\$777)</u>	<u>3,760</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
Certificates of Indebtedness			
1992 Sinking Fund	0		0
Operating transfers (out)			
General Fund	(13,491)	(13,490)	
Total other financing sources (uses)	<u>(13,491)</u>	<u>(13,490)</u>	<u>0</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>(10,848)</u>	<u>(14,267)</u>	<u>3,760</u>
Fund balance at beginning of year	122,721	122,721	
Fund balance at end of year	<u>\$112,173</u>	<u>\$108,454</u>	<u>\$3,760</u>

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

ST. MARY PARISH COUNCIL

SPECIAL REVENUE FUND - ROYALTY ROAD (TEXACO) FUND
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Royalties	\$ 424,387	\$ 424,387	
Interest	65,325	43,995	\$21,330
Total revenues	<u>489,712</u>	<u>468,382</u>	<u>21,330</u>
EXPENDITURES			
Current:			
Public safety			
Detention system	380,304	475,900	95,596
Total expenditures	<u>380,304</u>	<u>475,900</u>	<u>95,596</u>
Excess (deficiency) of revenues over (under) expenditures	<u>109,408</u>	<u>(107,518)</u>	<u>217,466</u>
Fund balance at beginning of year	1,108,003	1,108,003	
Fund balance at end of year	<u>\$1,217,411</u>	<u>\$1,100,485</u>	<u>\$117,466</u>

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

ST. MARY PARISH COUNCIL
DEBT SERVICE FUNDS
December 31, 1995

SALES TAX BOND SINKING FUND

The Sales Tax Bond Sinking Fund accounts for the Council's share of a one percent sales tax which is to be used first for the retirement of the 1992 bond issues totaling \$800,000. Any amounts accumulated in excess of the next 12 months debt service requirements can be used by the parish for any lawful purpose.

SALES TAX BOND RESERVE FUND 1992, 1994

The Sales Tax Bond Reserve Fund 1992, 1994 is a reserve fund required by the \$800,000 1992 bond issues indenture and the \$5,800,000 1994 bond issues indenture.

**THREE-FOURTHS PERCENT SALES TAX
BOND SINKING FUND**

The Three-Fourths Percent Sales Tax Bond Sinking Fund accumulates that portion of the three-fourths percent sales tax needed for the retirement of the non defeased portion of the \$7,210,000 1987 bond issues and the \$5,500,000 1993 refunding bond issues.

**THREE-FOURTHS PERCENT SALES
TAX BOND RESERVE FUND**

The Three-Fourths Percent Sales Tax Bond Reserve Fund is a reserve required by the bond indentures for the \$7,210,000 1987 bond issues and the \$5,500,000 1993 refunding bond issues.

**CERTIFICATES OF INDEBTEDNESS
1987 SINKING FUND**

The Certificates of Indebtedness 1987 Sinking Fund is required to account for the retirement of the \$5,370,000 certificates of indebtedness, series 1987.

SAVING FUNDS

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

IT BOND PAYERS-COMM.

DEBT SERVICE FUND
 Capital/Maintenance
 December 31, 2000

	DEBT PAY		DEBT PAY		DEBT PAY		DEBT PAY		DEBT PAY		DEBT PAY		DEBT PAY	
	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE	ISSUE
Cash and cash equivalents	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Accounts receivable	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Prepaid expenses	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Other assets	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Total assets	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Liabilities														
Accounts payable	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Other liabilities	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Total liabilities	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000

ST. MARY PARISH COUNCIL

DEBT SERVICE FUND - SALES TAX BOND SINKING FUND

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Taxes			
Sales and use taxes	\$1,061,004	\$1,055,857	\$5,147
Interest	5,311	8,275	1,239
Total revenues	<u>1,066,315</u>	<u>1,064,132</u>	<u>26,343</u>
EXPENDITURES			
Current			
Public safety	20,908	10,951	(19,957)
Debt service			
Principal	240,000	240,000	
Interest	372,834	372,834	
Fees	1,353	1,353	
Total expenditures	<u>641,095</u>	<u>633,138</u>	<u>(10,957)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>445,220</u>	<u>433,794</u>	<u>15,426</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
Sales Tax Bond Reserve Fund	50,803	50,803	
Operating transfers (out)			
General Fund	(234,966)	(234,966)	
Kemper Williams Park Fund	(37,800)	(37,800)	
Total other financing sources (uses)	<u>(221,963)</u>	<u>(221,963)</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>247,258</u>	<u>211,832</u>	<u>15,426</u>
Fund balance at beginning of year	<u>591,674</u>	<u>591,674</u>	
Fund balance at end of year	<u>\$838,132</u>	<u>\$803,706</u>	<u>\$15,426</u>

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

ST. MARY PARISH COUNCIL

DEBT SERVICE FUND - SALES TAX BOND RESERVE FUND 1990, 1994
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$47,417	\$48,010	\$603
Total Revenues	47,417	48,010	603
Excess (deficiency) of revenues over (under) expenditures	47,417	48,010	603
OTHER FINANCING SOURCES (USES)			
Operating transfers (out)			
Sales Tax Bond Sinking Fund	(50,803)	(50,803)	
Total other financing sources (uses)	(50,803)	(50,803)	
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	(3,386)	(2,993)	603
Fund balance at beginning of year	635,311	635,311	
Fund balance at end of year	\$631,925	\$632,318	\$603

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

ST. MARY PARISH COUNCIL

DEBT SERVICE FUND - THREE FOURTHS PER CENT SALES TAX BOND SINKING FUND
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$10,919	\$9,905	\$1,314
Total Revenues	<u>10,919</u>	<u>9,905</u>	<u>1,314</u>
EXPENDITURES			
Current:			
Public safety	103	100	3
Debt service:			
Principal	\$18,000	\$18,000	
Interest	351,650	351,650	
Fees	1,364	1,000	(364)
Total Expenditures	<u>371,117</u>	<u>370,750</u>	<u>(367)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(360,198)</u>	<u>(360,845)</u>	<u>647</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from bonds	4,336	4,336	
Operating transfers in Annals & Vicinity Fund	246,909	246,909	
34% Sales Tax Bond Reserve Fund	61,753	64,678	(2,925)
Franklin & Vicinity Fund	116,368	118,388	(2,020)
Wards 5 & 6 Fund	532,744	532,744	
Total other financing sources (uses)	<u>952,100</u>	<u>967,054</u>	<u>(14,954)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>591,902</u>	<u>606,209</u>	<u>(14,307)</u>
Fund balance at beginning of year	<u>225,177</u>	<u>225,177</u>	
Fund balance at end of year	<u>\$817,079</u>	<u>\$817,079</u>	<u>(14,307)</u>

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

ST. MARY PARISH COUNCIL

DEBT SERVICE FUND - THREE-FOURTH PER CENT SALES TAX BOND RESERVE FUND
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES:			
Interest	\$68,266	\$44,763	\$11,462
Total Revenues	<u>68,266</u>	<u>44,763</u>	<u>11,462</u>
Excess (deficiency) of revenues over (under) expenditures	<u>68,266</u>	<u>44,763</u>	<u>11,462</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers (out)			
3 1/4% Sales Tax Bond Sinking	(61,763)	(64,646)	3,083
Total other financing sources (uses)	<u>(61,763)</u>	<u>(64,646)</u>	<u>3,083</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>(5,498)</u>	<u>(20,060)</u>	<u>14,562</u>
Fund balance at beginning of year	688,283	688,283	
Fund balance at end of year	<u>\$683,785</u>	<u>\$668,180</u>	<u>\$14,562</u>

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

ST. MARY PARISH COUNCIL

DEBT SERVICE FUND - PAYING SERIES L FUND

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Special assessments		\$8,857	(\$8,857)
Interest	\$487	850	(113)
Total Revenue	<u>487</u>	<u>7,457</u>	<u>(8,970)</u>
EXPENDITURES			
Debt service			
Principal	8,823	8,823	2
Interest	1,829	1,829	
Total Expenditures	<u>11,452</u>	<u>11,454</u>	<u>2</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,965)</u>	<u>(3,997)</u>	<u>(6,968)</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers (out)			
Road Construction and Maintenance Fund	(11,062)	(11,062)	
Total other financing sources (uses)	<u>(11,062)</u>	<u>(11,062)</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(22,027)</u>	<u>(15,059)</u>	<u>(6,968)</u>
Fund balance at beginning of year	38,548	38,548	
Fund balance at end of year	<u>\$14,521</u>	<u>\$21,489</u>	<u>(\$6,968)</u>

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

ST. MARY PARISH COUNCIL

DEBT SERVICE FUND - PAYING SERIES M FUND

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES:			
Special assessments	\$11,362	\$12,000	(\$1,317)
Interest	1,365	1,168	197
Total Revenue	<u>12,727</u>	<u>13,168</u>	<u>(1,162)</u>
EXPENDITURES			
Debt service			
Principal	8,483	8,483	
Interest	4,072	4,072	
Total Expenditures	<u>12,555</u>	<u>12,555</u>	
Excess (deficiency) of revenues over (under) expenditures	180	1,342	(1,932)
Fund balance at beginning of year	36,243	36,243	
Fund balance at end of year	<u>\$36,423</u>	<u>\$38,585</u>	<u>(\$1,962)</u>

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

ST. MARY PARISH COUNCIL

DEBT SERVICE FUND - 1996 PAVING JUPITER GREEN ACRES #2
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Special assessments	\$54,002	\$51,077	\$48,565
Interest	501	505	(7)
Total revenues	<u>54,503</u>	<u>51,582</u>	<u>48,578</u>
EXPENDITURES			
Debt service			
Fees	317	317	
Total expenditures	<u>317</u>	<u>317</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>50,546</u>	<u>51,265</u>	<u>48,578</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers (out)			
Capital improvement fund	(48,468)	(48,468)	
Total other financing sources (uses)	<u>(48,468)</u>	<u>(48,468)</u>	
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>50,078</u>	<u>3,100</u>	<u>46,978</u>
Fund balance at beginning of year			
Fund balance at end of year	<u>\$50,078</u>	<u>\$3,100</u>	<u>\$46,978</u>

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

ST. MARY PARISH COUNCIL
CAPITAL PROJECTS FUNDS
December 31, 1965

CAPITAL IMPROVEMENT FUND

The Capital Improvement Fund accounts for ongoing capital projects, other than sewerage related projects, funded either by Federal, state, or local funds.

SALES TAX BOND CONSTRUCTION SERIES 1962

The Sales Tax Bond Construction Fund accounts for the financing, acquiring, and construction of the health unit to be located in Franklin, Louisiana. This project is being financed by Sales Tax Bonds.

SEWERAGE CONSTRUCTION FUNDS

The Sewer Construction Funds account for the financing, acquiring, constructing, and extending sewers and sewerage disposal systems within the various vicinities. Transfers of sales tax collections from other funds are the major sources of funding.

OF MAJOR FINANCIAL ACCOUNTS

CAPITAL PROJECTS FUNDS
 Comparing Balances of Previous, Expenditures and Changes in Fund Balances
 For the Year Ended December 31, 1982

	GENERAL GOVERNMENT FUNDS						TOTAL
	SALES TAX	AMBLIA AND VEHICULAR TAXES	PROPERTY AND VEHICULAR TAXES	PROPERTY AND VEHICULAR TAXES	PROPERTY AND VEHICULAR TAXES	PROPERTY AND VEHICULAR TAXES	
REVENUES							
Federal							100,000
Other							100,000
Total							200,000
EXPENDITURES							
Current							
Public safety							1,000
Sanitation							100,000
Capital outlay							1,000,000
Total							1,102,000
Excess (deficiency) of revenues over (under) expenditures							(902,000)
CHANGES IN FUND BALANCES							
Proceeds from special assessments							200,000
Operating transfers in							200,000
Operating transfers out							(200,000)
Total other financing resources (uses)							200,000
Excess (deficiency) of revenues and other resources over (under) expenditures and other uses							(702,000)
FUND BALANCES (beginning of year)							1,000,000
FUND BALANCES (ending of year)							298,000

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

ST. MARY PARISH COUNCIL

CAPITAL PROJECTS FUND - CAPITAL IMPROVEMENT FUND
 State of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 (Non-GAAP Basis)
 For the Year Ended December 31, 2022

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$128,241	\$60,080	\$68,161
Total revenues	<u>128,241</u>	<u>60,080</u>	<u>68,161</u>
EXPENDITURES			
Capital outlay			
Public works			
PA system	13,803	77,664	64,471
Chillers/Boiler Replacement	224,228	247,827	23,491
Courthouse Exterior Improvement	30,086	30,086	
Jupiter Road	445,188	414,407	(30,781)
Green Acres Subdivision	588,113	630,928	(42,815)
Demolition & Paving	663		(663)
Old Spanish Trail	91,219	91,219	
High Bend Road	339,675	338,917	(758)
Public safety			
Jail stairway	119,622	127,585	7,963
Culture & recreation			
Herbert Washington Park	14,941	14,241	(700)
Total expenditures	<u>1,847,875</u>	<u>1,874,143</u>	<u>27,268</u>
Excess (deficiency) of revenues over (under) expenditures	(1,726,632)	(1,814,063)	87,431
OTHER FINANCING SOURCES (USES)			
Proceeds from special assessment debt	263,803	263,803	
Operating transfers in 1000 Paving Jupiter Green Acres AC	48,468	48,468	
Total other financing sources (uses)	<u>312,271</u>	<u>312,271</u>	<u></u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	(1,414,361)	(1,491,792)	77,431
Fund balance at beginning of year	3,675,663	3,675,663	
Fund balance at end of year	<u>\$2,261,302</u>	<u>\$2,183,871</u>	<u>\$77,431</u>

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

ST. MARY PARISH COUNCIL

CAPITAL PROJECTS FUND - SALES TAX BOND CONSTRUCTION SERIES 1992 FUND
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
EXPENDITURES			
Capital outlay			
Health & welfare			
Health unit	\$11	(\$250)	(\$261)
Total expenditures	11	(250)	(261)
Excess (deficiency) of revenues over (under) expenditures	(11)	250	(261)
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
General Fund	18,911	18,911	
Road Construction and Maintenance Fund	261		261
Total other financing sources (uses)	20,172	18,911	261
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	20,161	20,161	
Fund balance at beginning of year	(20,161)	(20,161)	
Fund balance at end of year	\$0	\$0	

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

ST. MARY PARISH COUNCIL

CAPITAL PROJECTS FUND - AMELIA & VICINITY FUND

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Adverse)
EXPENDITURES			
Current:			
Sanitation	\$8,386	\$8,370	\$16
Total expenditures	<u>8,386</u>	<u>8,370</u>	<u>16</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,386)</u>	<u>(8,370)</u>	<u>16</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in Sanitation Fund	128,648	118,165	10,483
Operating transfers (out) 34% Sales Tax Bond Sinking Fund	<u>(248,909)</u>	<u>(248,909)</u>	
Total other financing sources (uses)	<u>(120,261)</u>	<u>(130,744)</u>	<u>10,483</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>(128,627)</u>	<u>(137,114)</u>	<u>10,487</u>
Fund deficit at beginning of year	(838,125)	(838,125)	
Fund deficit at end of year	<u>(\$966,752)</u>	<u>(\$975,239)</u>	<u>\$10,487</u>

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

ST. MARY PARISH COUNCIL

CAPITAL PROJECTS FUND - FRANKLIN & VICINITY FUND
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	<i>Actual</i>	<i>Budget</i>	<i>Variance Favorable (Unfavorable)</i>
REVENUES			
Sewerage District # 7	\$24,647	\$24,725	(\$78)
Total revenues	<u>24,647</u>	<u>24,725</u>	<u>(78)</u>
EXPENDITURES			
Current:			
Sanitation			
Franklin & Vicinity	89,741	89,770	(\$29)
Sewerage District # 7	24,008	15,775	8,233
Total expenditures	<u>113,749</u>	<u>105,545</u>	<u>(8,204)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(89,102)</u>	<u>(80,819)</u>	<u>(8,283)</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
Sanitation Fund	276,407	168,771	107,636
Operating transfers (out)			
3 1/2% Sales Tax Bond Sinking Fund	(178,898)	(178,898)	
Total other financing sources (uses)	<u>97,509</u>	<u>(10,127)</u>	<u>107,636</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>9,397</u>	<u>10,064</u>	<u>(6,747)</u>
Fund balance at beginning of year	128,833	128,833	
Fund balance at end of year	<u>\$138,230</u>	<u>\$145,787</u>	<u>(\$6,747)</u>

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

ST. MARY PARISH COUNCIL

CAPITAL PROJECTS FUND - CYPREMORT POINT & VICINITY FUND
 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$62,064	\$51,425	\$10,639
Total revenues	<u>62,064</u>	<u>51,425</u>	<u>10,639</u>
EXPENDITURES			
Current:			
Public safety			
Fire-fighting	3,602	3,602	
Capital outlay			
Sanitation			
Sewerage District # 11	2,666	3,701	895
Sewerage District # 9	41,741	33,995	(7,746)
Sewerage District # 10	25,000	25,000	
Four Corners	2,052	2,832	
Small Community Sewer Project	265	269	
Total expenditures	<u>75,346</u>	<u>69,499</u>	<u>(6,851)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,282)</u>	<u>(17,074)</u>	<u>3,792</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
Sanitation Fund	232,857	213,892	18,965
Total other financing sources (uses)	<u>232,857</u>	<u>213,892</u>	<u>18,965</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>219,575</u>	<u>196,818</u>	<u>22,757</u>
Fund balance at beginning of year	1,374,571	1,374,571	
Fund balance at end of year	<u>\$1,594,146</u>	<u>\$1,571,389</u>	<u>\$22,757</u>

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

ST. MARY PARISH COUNCIL

CAPITAL PROJECTS FUND - WARDS 5 & 8

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1995

	Actual	Budget	Variance Favorable (Unfavorable)
EXPENDITURES			
Current			
Interest	\$17,302	\$17,300	\$19
Sanitation			
Sewerage District #2	14,935		(14,935)
Sewerage District #8	4,840		(4,840)
Total expenditures	<u>37,083</u>	<u>17,300</u>	<u>(19,783)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(37,083)</u>	<u>(17,300)</u>	<u>(19,783)</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
Sanitation Fund	257,730	256,729	21,001
Operating transfers (out)			
3 1/4% Sales Tax Bond Sinking Fund	(502,744)	(502,744)	
Total other financing sources (uses)	<u>(245,014)</u>	<u>(266,015)</u>	<u>21,001</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>(262,077)</u>	<u>(283,315)</u>	<u>1,238</u>
Fund deficit at beginning of year	(1,243,710)	(1,243,710)	
Fund deficit at end of year	<u>(\$1,505,787)</u>	<u>(\$1,527,025)</u>	<u>\$1,238</u>

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

ST. MARY PARISH COUNCIL

CAPITAL PROJECTS FUND - MORGAN CITY & VICINITY FUND

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 1996

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Interest	\$1,326	\$1,316	\$10
Total revenues	<u>1,326</u>	<u>1,316</u>	<u>10</u>
EXPENDITURES			
Current			
Sanitation			
Morgan City & Vicinity	10,320	9,314	(1,006)
Total expenditures	<u>10,320</u>	<u>9,314</u>	<u>(1,006)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,994)</u>	<u>(7,998)</u>	<u>(996)</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in Sanitation Fund	30,668	28,170	2,498
Total other financing sources (uses)	<u>30,668</u>	<u>28,170</u>	<u>2,498</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other (uses)	<u>21,674</u>	<u>20,172</u>	<u>1,502</u>
Fund balance at beginning of year	63,756	63,756	
Fund balance at end of year	<u>\$85,430</u>	<u>\$83,928</u>	<u>\$1,502</u>

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

ST. MARY PARISH COUNCIL
ENTERPRISE FUNDS
December 31, 1995

REDUCTION AND TRANSFER FUND

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

SMALL ANIMAL CONTROL FUND

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

KEMPER WILLIAMS PARK FUND

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

ST. MARY PARISH COUNCIL

ENTERPRISE FUNDS
 Combining Balance Sheet
 For the Year Ended December 31, 1999

ASSETS	REDUCTION AND TRANSFER FUND	SMALL ANIMAL CONTROL FUND	KEMPEN WILLIAMS PARK FUND	TOTAL
Current assets				
Cash and cash equivalents	\$18,073	\$47,175	\$48,582	\$113,830
Receivables (net of allowances for uncollectibles)	171,375	1,278	2,189	174,842
Advances to other funds	58,000			58,000
Total current assets	<u>247,448</u>	<u>48,453</u>	<u>50,771</u>	<u>346,672</u>
Property, plant, and equipment (net of accumulated depreciation)	3,815,000	51,400	2,727,800	6,593,800
Total assets	<u>\$4,062,448</u>	<u>\$99,853</u>	<u>\$3,278,571</u>	<u>\$7,440,872</u>
LIABILITIES AND FUND EQUITY (DEFICIT)				
Liabilities				
Current liabilities				
Accounts payable and accrued expenses	\$24,404	\$4,112	\$4,897	\$33,413
Total current liabilities	<u>24,404</u>	<u>4,112</u>	<u>4,897</u>	<u>33,413</u>
Long-term liabilities				
Advances from other funds			100,000	100,000
Landfill closure costs and post-closure care costs	3,848,000			3,848,000
Total liabilities	<u>3,872,404</u>	<u>4,112</u>	<u>104,897</u>	<u>3,981,413</u>
Fund equity (deficit)				
Contributed capital-net of amortization	2,551,000	41,733	2,443,684	5,036,417
Retained earnings (accumulated deficit)				
Reserved for contingencies	587	43,334	2,287	46,208
Unreserved - undesignated	(3,181,862)	18,334	183,860	(2,987,668)
Total retained earnings (accumulated deficit)	<u>(3,181,275)</u>	<u>61,668</u>	<u>186,147</u>	<u>(2,933,460)</u>
Total fund equity (deficit)	<u>(580,275)</u>	<u>108,397</u>	<u>2,630,211</u>	<u>2,158,423</u>
Total liabilities and fund equity	<u>\$4,062,448</u>	<u>\$99,853</u>	<u>\$3,278,571</u>	<u>\$7,440,872</u>

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

ST. MARY PARISH COUNCIL

ENTERPRISE FUNDS
 Comparing Schedule of Revenues, Expenses and Changes in Retained Earnings
 for the Year Ended December 31, 1999

	PRODUCTION AND TRANSFER FUND	SMALL ANIMAL CONTROL FUND	STANLEY WILLIAMS PARK FUND	TOTAL
Operating revenues				
Charges for services	\$1,334,318	\$43,100	\$61,731	\$1,439,149
Total operating revenues	<u>1,334,318</u>	<u>43,100</u>	<u>61,731</u>	<u>1,439,149</u>
Operating expenses				
Personnel services	476,520	91,680	158,800	726,980
Contracted services	86,582	4,308	23,804	114,694
Supplies	39,886	2,310	16,734	58,930
Materials	128,643		3,767	132,410
Tuition	14,794	12,100	18,004	44,898
Repairs and maintenance	393,837	4,200	1,638	399,675
Landfill Closure Costs	460,000			460,000
Equipment	32,543	34	3,687	36,264
Depreciation	455,764	11,868	67,182	534,814
Total operating expenses	<u>2,012,693</u>	<u>120,162</u>	<u>241,629</u>	<u>2,454,484</u>
Operating loss	<u>(678,375)</u>	<u>(77,062)</u>	<u>(279,898)</u>	<u>(1,035,335)</u>
Non-operating revenues				
State grant	31,080			31,080
Interest earnings	81		637	718
Contributions			61,420	61,420
Total non-operating revenues	<u>31,161</u>	<u></u>	<u>62,057</u>	<u>93,218</u>
Loss before operating transfers	<u>(647,214)</u>	<u>(77,062)</u>	<u>(197,841)</u>	<u>(922,117)</u>
Operating transfers in				
General Fund		158,680	58,381	217,061
Certificates of Intelechnics			4	4
THEF Sinking Fund			27,680	27,680
State Tax Bond Sinking Fund				
Total operating transfers in	<u></u>	<u>158,680</u>	<u>86,065</u>	<u>244,745</u>
Net income (loss)	<u>(647,214)</u>	<u>48,522</u>	<u>(71,688)</u>	<u>(670,380)</u>
Depreciation of fixed assets acquired with contributed capital	323,123	4,588	34,328	462,039
Net increase (decrease) in retained earnings	<u>(324,091)</u>	<u>53,110</u>	<u>3,573</u>	<u>(267,408)</u>
Retained earnings (accumulated deficit) at beginning of year	<u>(2,830,415)</u>	<u>808</u>	<u>183,764</u>	<u>(2,645,843)</u>
Retained earnings (accumulated deficit) at end of year	<u>(3,154,506)</u>	<u>\$94,218</u>	<u>\$187,337</u>	<u>(2,972,951)</u>

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

ST. MART MARIER COUNCIL

STATEMENT FINES
 Reconciling Schedule of Cash Flows
 (Supplemental Statement) to Cash and Cash Equivalents
 For the Year Ended December 31, 2020

	OPERATING ACTIVITIES	INVESTING ACTIVITIES	FINANCING ACTIVITIES	NET CHANGE
Cash flows from operating activities:				
Cash received from members for services	\$ 1,274,000	\$ 0	\$ 98,000	\$ 1,412,000
Cash payments to suppliers for goods and services	(500,754)	(25,000)	(64,800)	(590,554)
Cash payments to employees for services	(630,220)	(60,000)	(102,500)	(792,720)
Net cash flows (Additions) from operating activities	<u>143,026</u>	<u>(85,000)</u>	<u>(69,300)</u>	<u>(11,274)</u>
Cash flows from nonoperating financing activities:				
Dividend	0	0	0	0
Distributions		41,400	41,400	41,400
Loan proceeds from other funds		11,075	11,075	11,075
Loans paid to other funds	(200,000)	(0)	(0)	(200,000)
Operating assets received from other funds	30,000	(0)	(0)	30,000
Net cash flows from nonoperating financing activities	<u>(169,900)</u>	<u>41,400</u>	<u>41,400</u>	<u>(87,100)</u>
Cash flows from capital and related financing:				
Plant asset acquisitions	(47,200)	(10,100)	(28,000)	(85,300)
Net cash flows (Additions) and related financing activities	<u>(47,200)</u>	<u>(10,100)</u>	<u>(28,000)</u>	<u>(85,300)</u>
Net increase in cash and cash equivalents	16,052	47,175	45,500	108,727
Cash and cash equivalents beginning of year	0	0	0	0
Cash and cash equivalents end of year	<u>16,052</u>	<u>47,175</u>	<u>45,500</u>	<u>108,727</u>

	DEBITOR AND CREDITED ITEMS	SMALL ACCOUNT CONTROL ITEMS	EXPENSE COLUMNS PAGE FOUR	TOTAL
Reconciliation of operating income to net cash provided by operating activities:				
Operating loss	\$ (220,384)	\$ (11,492)	\$ (229,876)	\$ (461,752)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	481,704	12,208	493,912	506,472
(Increase) decrease in accounts receivable	(27,281)	150	2,231	(24,700)
Increase (decrease) in accounts payable and accrued liabilities	7,280	1,780	2,148	10,408
Increase in long-term liability	455,285	—	—	455,285
Total adjustments	916,988	14,238	498,291	929,517
Net cash provided by (used for) operating activities	\$ 696,604	\$ (2,256)	\$ (131,685)	\$ 562,663

GENERAL SUPPLEMENTARY INFORMATION

ST. MARY PARISH COUNCIL
Compensation Paid Council Members
For the Year Ended December 31, 1995

The general supplementary information portion of this document contains information related to the compensation paid to Council members.

Robert Ayres	\$ 5,400
Larry J. Beane	5,400
Steve Biechowski	10,177
William Coffin	5,400
Albert Fowlcard	5,400
Harold A. Louviers	5,400
Lionel Nots	5,400
Paul Naguin, Jr.	5,400
Scott E. Ramsey, Jr.	5,400
Henry Steckler	5,823
Tim Weagle	-5,400
	<u>\$12,600</u>

INDEPENDENT AUDITORS' REPORTS ON FEDERAL FINANCIAL ASSISTANCE,
INTERNAL CONTROL, AND COMPLIANCE



INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF
FEDERAL FINANCIAL ASSISTANCE

April 30, 1996

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

We have audited the primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1995, and have issued our report thereon dated April 30, 1996, which was modified because the Council changed its method of accounting for ad valorem taxes for budgetary purposes in the General Fund. These primary government financial statements are the responsibility of the St. Mary Parish Council management. Our responsibility is to express an opinion on these primary government financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133, Audits of State and Local Governments. These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the primary government financial statements. We also include assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, taken as a whole. The accompanying Schedule of Federal Financial Assistance is presented for purposes of additional analysis and is not a required part of the primary government financial statements. The information in this

schedule has been subjected to the auditing procedures applied in the audit of the primary government combining, individual fund, and account group financial statements and, in our opinion, is fairly presented in all material respects in relation to the primary government financial statements and the combining and individual fund and account group financial statements taken as a whole.

P.H.S. + Mather

CERTIFIED PUBLIC ACCOUNTANTS

ST. MARY PARISH COUNCIL

Schedule of Federal Financial Assistance
For the Year Ended December 31, 1988

FEDERAL GRANTOR/ FACILITY/PROJECT CREATOR NAME/ PROGRAM TITLE	FY88 NUMBER	REVENUE	EXPENSE
U.S. Department of Agriculture			
Food and Nutrition Service Passed through Louisiana Department of Social Services Office of Eligibility Determination			
* Food Stamps	10.551	\$18,041,541	\$18,041,541
State Administrative Matching Grants for Food Stamp Program	10.561	37,100	37,100
Passed through Louisiana Department of Education			
Summer Food Service Program for Children (Summer Feeding Program)	10.550	83,169	80,101
Forest Service Passed through Louisiana Department of Agriculture & Forestry			
Cooperative Forest Assistance	10.604	4,822	4,822
Total U.S. Department of Agriculture		18,115,530	18,163,564
U.S. Department of Transportation			
Urban Mass Transportation Administration Passed through Louisiana Department of Transportation and Development			
Public Transportation for Nonincorporated Areas (Nonurbanized Formula Grants, Section 18)			
	20.508	28,698	28,698
Total U.S. Department of Transportation		\$ 28,698	\$ 28,698

<u>FEDERAL GRANTOR/ PASS-THROUGH ORGANIZATION NAME/ PROGRAM TITLE</u>	<u>CFDA NUMBER</u>	<u>REVENUES</u>	<u>EXPENSES</u>
U.S. Department of the Interior			
Fish and Wildlife Service Passed through Louisiana Department of Wildlife and Fisheries Sport Fish Restoration (Quilting Landing Improve- ments - Phases I & II)	15.805	\$ 300,382	\$ 300,382
Total U.S. Department of the Interior		300,382	300,382
U.S. Department of Housing and Urban Development			
Community Planning and Develop- ment Passed through the State of Louisiana's Division of Administration			
Community Development Block Grants (Small Cities pro- gram)	14.219	303,880	303,880
Passed through Louisiana Department of Social Services Office of Community Services Emergency Shelter Grant	14.313	5,282	5,282
Total U.S. Department of Housing and Urban Development		309,162	309,162
Federal Emergency Management Agency			
Passed through the Louisiana Department of Military Affairs Office of Emergency Prepared- ness			
Emergency Management Assistance	83.983	13,617	13,617
Total Federal Emergency Management Agency		13,617	13,617
Total Federal Financial Assistance		\$10,318,388	\$10,285,506
* denotes major program			

The accompanying notes are an integral part of this schedule.

ST. MARY PARISH COUNCIL

Note to Schedule of Federal Financial Assistance

Note 1 - FOOD STAMPS

The value of U.S.D.A. food stamps is not presented within the financial statements of the Council, because the Council merely receives the food stamps and passes them directly to the recipients.



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE BASED
ON AN AUDIT OF PRIMARY GOVERNMENT FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

April 28, 1996

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

We have audited the primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1995, and have issued our report thereon dated April 19, 1996, which was modified because the Council changed its method of accounting for ad valorem taxes for budgetary purposes in the General Fund.

We have conducted our audit in accordance with generally accepted auditing standards and 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 primary government financial statements are free of material misstatement.

The management of the St. Mary Parish Council, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of primary government financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the primary government financial statements of the St. Mary Parish Council, for the year ended December 31, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

We noted a certain matter involving the internal control structure and its operation that we consider to be a reportable condition under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the primary government financial statements. A description of this reportable condition is included in the reportable condition section of this report.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the primary government financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe that the reportable condition described in the reportable condition section of this report is not a material weakness.

A similar report issued by us dated April 12, 1995, for the year ended December 31, 1994, reported one reportable condition which is repeated this year.

This report is intended for the information of the Council, Federal regulatory agencies, and the Legislative Auditor and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

P. H. S. + M. J. S.
CERTIFIED PUBLIC ACCOUNTANTS

REPORTABLE CONDITION

Fund Balance

Auditors' Comments

Condition: During the course of auditing the Parish's fund balances/retained earnings, certain differences were noted in those balances as compared to prior year audited fund balances/retained earnings.

Criteria: Generally accepted accounting principles state that only material corrections from prior periods should be debited or credited to fund balances or retained earnings balances.

Effect: Interim financial statements are not in accordance with generally accepted accounting principles.

Cause: Failure to enter into the accounting system all prior year journal entries that affect fund balances/retained earnings.

Management's Comments

Capital Projects Fund - Retainage payable was inadvertently coded wrong to Fund Balance in error. In the future, administration will try to monitor these things more carefully.

Reduction & Transfer Station - adjusting entries for 1994 were not given to administration by auditors.

Keeper Williams Park - This difference in Fund Balance stems from an entry made in 1993 by auditors for depreciation on a pavilion that was not completed at year end. Administration does not agree with auditors adjustment, depreciation was booked upon completion of the project.

Additional Auditors' Comments Based Upon Management's Response

Management notes that administration does not agree with auditors' adjustment; however, in the year this adjustment was proposed, it was reviewed with administration and we believe it was agreed to by them. The financial statements contain this adjustment and the financial statements were approved by the Finance Committee and the St. Mary Parish Council.

In addition, this adjustment was recorded this year and to alleviate this problem, in the management representation letter furnished to us by administration dated April 30, 1995, administration noted that they are in agreement with the adjusting journal entries that have been recommended and that the adjustments have been recorded in the governmental unit's accounting records.



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE
USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

April 30, 1996

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

We have audited the primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1995, and have issued our report thereon dated April 30, 1996, which was modified because the Council changed its method of accounting for ad valorem taxes for budgetary purposes in the General Fund. We have also audited the compliance of the St. Mary Parish Council, with requirements applicable to major federal financial assistance programs and have issued our report thereon dated April 30, 1996.

We conducted our audits in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget Circular A-128, Audits of State and Local Governments. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatement and about whether the St. Mary Parish Council, complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits of the year ended December 31, 1995, we considered the internal control structure of the St. Mary Parish Council, in order to determine our auditing procedures for the purpose of expressing our opinions on the primary government financial statements of the St. Mary Parish Council, and on the compliance of the St. Mary Parish Council with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the primary government financial statements in a separate report dated April 30, 1996.

The management of the St. Mary Parish Council, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of primary government financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

Internal Accounting Controls

- General
- Cash
- Revenues and receivables
- Property, equipment, and capital expenditures
- Expenditures/expenses for goods and services and accounts payable
- Interfund transfers
- Debt and debt service
- Payroll
- Fund balance

Federal Program Administrative Controls

General Requirements

- Political activity
- Debt-Securities Act
- Civil rights
- Cash management
- Federal financial reports
- Allowable costs/cost principles
- Drug-Free Workplace Act
- Administrative requirements

Specific Requirements

- Types of services
- Eligibility
- Matching, level of effort, or earmarking requirements
- Special reporting requirements
- Review of claims for statutorily established percentages of allowable disaster assistance administrative expenses
- Monitoring subrecipients
- Procedures for physical security over food stamps
- Procedures followed by the food stamp issuing office

Claims for advances and reimbursements

Advances claimed or used for matching

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended December 31, 1995, the St. Mary Parish Council expended 93 percent of its total federal financial assistance under a major federal financial assistance program.

We performed tests of controls, as required by ISB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the St. Mary Parish Council's major federal financial assistance program, which is identified in the accompanying Schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

A similar report issued by us dated April 13, 1993, for the year ended December 31, 1994, reported no material weaknesses.

This report is intended for the information of the Council, Federal regulatory agencies, and the Legislative Auditor and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Pitts + Motta
CERTIFIED PUBLIC ACCOUNTANTS



a corporation of
Louisiana, with offices at:

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON AN AUDIT OF
PRIMARY GOVERNMENT FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

April 30, 1996

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

We have audited the primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1995, and have issued our report thereon dated April 30, 1996, which was modified because the Council changed its method of accounting for ad valorem taxes for budgetary purposes in the General Fund.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the St. Mary Parish Council is the responsibility of the St. Mary Parish Council's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the St. Mary Parish Council's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the primary government financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed instances of material noncompliance that are required to be reported herein under Government Auditing Standards. These instances of noncompliance are contained in the items of noncompliance section of this report.

We considered these instances of noncompliance in forming our opinion on whether the St. Mary Parish Council's 1993 primary government financial statements are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and this report does not affect our report dated April 30, 1994 on those primary government financial statements.

A similar report issued by us dated April 11, 1994, for the year ended December 31, 1994, reported similar instances of noncompliance. Similar comments are repeated this year for the same prior year situations which were not corrected during 1995.

This report is intended for the information of the Council, Federal regulatory agencies, and the Legislative Auditor and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Pitts + Matto

CERTIFIED PUBLIC ACCOUNTANTS

ISSUES OF NONCOMPLIANCE

Budget Monitoring

Auditors' Comments

Condition: During the course of the audit for the year ended December 31, 1998, it was noted that several of the Parish's individual funds needed budget amendments that were not made.

Criteria: State and local law require that budgets be amended when certain conditions exist. These conditions are explained in detail below.

Risk: Failure to amend budgets to recognize anticipated shortfalls or surpluses in funds prevents the governmental body from effectively curtailing or expanding projects and/or services in accordance with actual available resources.

Cause: Although the cause of the above condition was not fully determined during the audit, two reasons appear to have a significant effect. First, in accordance with the local charter, a significant time lag exists between the proposal of budget amendments and the enactment of those amendments. As a result, the final proposed budget amendments in a fiscal year must be based on the most current available information which is several months before year end. Secondly, although the Parish makes accruals for payables and receivables at year end, adjustments are not made in the interim period. When significant differences exist between payables and receivables from year to year, the amount of funds that appear to be available or costs that appear to have been incurred can be distorted. Failure to recognize the effect of these differences can lead to variances between budgeted and actual activity.

A more detailed description of the conditions and criteria is presented below:

Auditors' Detailed Comments

Louisiana statutes require that the chief executive or administrative officer shall advise the governing authority in writing when revenues collected plus projected revenue collections for the remainder of the period, within a fund, are falling to meet estimated annual budgeted revenues by at least five percent or when actual expenditures plus projected expenditures for the remainder of the year within a fund exceed budgeted expenditures by at least five percent. Upon receiving notification, the governing authority is required to amend the budget.

notification was not made and the following budgets were not amended although actual revenues failed to come within five percent of budgeted revenues:

Fund	Budgeted Amount	Actual Amount	Variance	Percent
Debt Service Fund				
Paving Series L Fund	\$ 7,457	\$ 487	\$ 6,970	83.87%
Paving Series M Fund	13,887	12,735	1,152	8.36%
Capital Projects Fund				
Franklin & Vicinity Fund	34,126	34,543	10,173	29.31%
Asset reclassification	3,238	2,938	300	
	<u>37,364</u>	<u>37,481</u>	<u>10,473</u>	<u>27.97%</u>

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

Fund	Budgeted Amount	Actual Amount	Variance	Percent
Capital Projects Fund				
Franklin & Vicinity Fund	\$ 39,545	\$113,749	\$ 74,204	14.27%
Asset reclassification	1,316	2,938	(1,622)	
	<u>40,861</u>	<u>116,687</u>	<u>72,582</u>	<u>13.54%</u>
Cypressport Point & Vicinity Fund	48,486	95,341	46,855	18.00%
Wards 3 & 8	17,300	37,883	20,583	114.54%
Enterprise Funds				
Reduction & Transfer Fund	1,231,153	3,013,063	1,781,910	83.26%
Kemper Williams Park Fund	254,658	313,439	58,781	23.18%

Failure to recognize and adjust for shortfalls in anticipated revenues or excesses over anticipated expenditures can lead to budget deficiencies. Budgets should be adjusted whenever actual revenues and future anticipated revenues fall short of budgeted revenues by five percent or more and when actual expenditures and anticipated expenditures exceed budgeted expenditures by five percent or more.

According to the budget ordinance, the Administration shall notify the Council within thirty days of a budget account fluctuation of five percent, up or down, in revenues or expenditures. The following actual revenues exceeded budgeted revenues by five percent or more at year end:

Fund	Budgeted Amount	Actual Amount	Variance	Percent
Special Revenue Fund Road Construction and Maintenance Fund	\$2,192,384	\$2,828,731	\$434,427	12.82%
Debt Service Funds				
3/8% Sales Tax Bond Sinking Fund	9,888	10,918	1,254	13.09%
3/4% Sales Tax Bond Reserve Fund	44,783	56,258	11,493	26.67%
1985 Paving Jupiter Green Acres #2	51,885	58,963	46,978	90.94%
Capital Projects Funds				
Capital Improvement Fund	68,083	120,341	55,148	84.72%
Cypressport Point & Vicinity Fund	51,425	82,881	18,894	36.66%

The following actual expenditures were less than budgeted expenditures by five percent or more at year end.

Funds	Budgeted Amount	Actual Amount	Variance	Percent
Special Revenue Funds				
Services and Disaster Fund	\$137,221	\$182,718	\$14,523	13.39%
Recycling Fund (Trucking) Fund	475,881	388,384	95,536	20.88%
Enterprise Fund Small Animal Control Fund	160,787	130,487	58,520	27.56%

Failure to apprise the Council of excess funds available due to excess revenues or under expenditures can result in the omission of additional projects or services which the government could have provided.

Management's Comments

Budget Monitoring

Debt Service-Revenues

Paving Series L Fund - \$3.47%

Paving Series M Fund - 8.38%

Management's Comments

The percentage was over because anticipated paving assessment payments and paving assessments due were not paid as expected. Administration will try to forecast more closely in the future.

Capital Projects Fund - Revenues

Franklin & Vicinity Fund - 27.5%

Management's Comments

This percentile was over the 5% deviation because a year end accrual was not taken into consideration in the budget. The accrual are done in February of the following year. Administration will monitor this situation more carefully in the future.

EXPENDITURES

Capital Projects Fund

Franklin & Vicinity - 19.8%

Management's Comments

This percentile was over the 5% deviation because we received The City of Franklin bill at the end of December, which was more than we anticipated. Also a bill for Sewer District #7 was not realized in our amended budgets because it was an accrual that was paid and received after year end.

Cypressport Point & Vicinity Fund - 10%

Management's Comments

The average in percentile occurred from an accrual paid in January for Sewerage Dist. #5. Administration had no knowledge of these expenses when the last amendment to the budget was proposed.

Wards 5 & 8 Sewer Proj. Fund - 111.2%

Management's Comments

The difference in percentile was the reluctance for the first time of sales tax moneys to Sewer #2 & Sewer #8 for taxes received. These taxes were remitted after the budget amendments were processed.

Enterprise Funds

Reduction & Transfer Fund - 63.1%

Management's Comments

The difference in percentile had to do with the landfill closure adjusting entry from auditors and depreciation. Administration does not receive the closure adjustments for the year end until the adjusting entry is given in April.

Kemper Williams Park Fund - 22,364

Management's Comments

The difference in percentile is the depreciation for the year end accruals. Administration does not budget for accruals that are not encumbered at year end.

Special Revenue Funds

Revenues

Road Construction and Maintenance Fund - 19,834

Management's Comments

We received a substantial increase in our fourth quarter Royalty Road Funds. Administration had no knowledge that we were going to have a substantial increase in those revenues until we received the check from the state after year end.

Debt Service Funds

3/4% Sales Tax Bond Sinking Fund - 13,684

Management's Comments

We earned a better rate of interest from the new State Loan Program than anticipated and did not take this into consideration when we were doing the amendments for the end of the year. Administration will try to take this into consideration in the upcoming year.

3/4% Sales Tax Bond Reserve Fund - 25,874

Management's Comments

The deviation of percentile involved a better rate of interest from the new State Loan Program. The cost of this difference had to do with an accrual entry for amortization of an investment that was not taken into consideration for budget amendments.

1995 Paving Jupiter Green Acres #2 - 50,544

Management's Comments

The deviation of percentile is the accrual setting up the receivable for 1995 in 1996. At the time of the amendments, administration does not have this information available and does not budget for assessment receivable in the 1996 budgets, it is budgeted in 1996.

Capital Project Funds

Capital Improvement Fund - \$4.754

Management's Comments

A small part of this entry was concerning the interest earned on our Lamp program that was not increased for our last budget amendment. The rest of this difference has to do with an accrual entry for amortization of an investment that is not taken into consideration for budget amendments.

Cypressport Point & Vicinity Fund - 20.664

Management's Comments

The deviation in percentile involved a better rate of interest from the new State Lamp Program. The rest of this difference has to do with an accrual entry for amortization of an investment that was not taken into consideration for budget amendments.

EXPENDITURES

Special Revenue Funds

Hurricane Andrew Disaster Fund - 12.104

Management's Comments

The administration had moneys budgeted for the St. Mary parish Tourist Commission. Administration was under the assumption that this moneys would be spent before year end, however, it was not.

Royalty Road (Tensas) Fund - 10.004

Management's Comments

This deviation was derived from an accrual. This accrual was not done until February 1996. At the time of budget amendments at year end, this was not taken into consideration.

Enterprise Fund

Small Animal Control Fund - 21.964

Management's Comments

The difference in percentile was due to some accruals for year end. The incinerator was not completed at year end, but an adjusting entry was made to our books for contract payable. Administration has never set up in the past a contract payable for projects that were not completed.

FUND DEFICITS

Auditors' Comments

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

Criteria: State statute prohibits expending amounts in excess of fund balance, revenues, and other financing sources.

Effect: Violation of state statute.

Cause: For Capital Projects Funds, the Council expended amounts in excess of fund balance, revenues, and other financing sources. For the Enterprise Fund, the deficit resulted from adjustments necessary to comply with GASB 18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs.

The following individual funds were in violation of state statutes and had deficit fund balances at year end:

<u>Fund</u>	<u>Deficit Amount</u>
<u>Capital Projects Funds</u>	
Amelia and Vicinity Fund	\$ 964,752
Wards 5 & 8	1,525,787
<u>Enterprise Fund</u>	
Reduction & Transfer Fund	3,161,975

Management's Comments

FUND DEFICITS

Capital Project Funds

Amelia & Vicinity Fund	\$ 964,752
Wards 5 & 8 Fund	1,525,787

Management's Comments

These deficits for these funds were derived from the events described in our audit note 3 page 23. The Administration has an agreement with Sewer 2 & 8 to take over their bond payments for Wards 5 & 8 fund to alleviate the growing debt. Administration is also working through Water & Sewer Commission #1 to address the Amelia & Vicinity Fund area to address additional funding for the Amelia and Vicinity bonds. New funding sources, reallocating existing funding or combining certain existing fund operations will be considered to address the deficits on these two funds.

Enterprise Fund

Reduction & Transfer Fund \$3,161,575

Management's Comments

The deficit in the retained earnings in the Reduction and Transfer Fund, an enterprise fund, is the result of accounting adjustments made to accrue estimated costs to close and monitor the Coverell's Landfill in accordance with OAGM No. 18. The total estimated cost to close and monitor the landfill for the required thirty year period is \$4,138,888. Of this amount, \$1,848,180 has been accrued as a liability and resultant reduction of the fund's retained earnings as of December 31, 1995. However actual expenditures of funds are estimated to be required only as follows: 1998 approximately \$40,888; 1999 approximately \$48,180; for each of the thirty subsequent years \$10,888.



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR
FEDERAL FINANCIAL ASSISTANCE PROGRAM**

April 30, 1996

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

We have audited the primary government's financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1995, and have issued our report thereon dated April 30, 1996, which was modified because the Council changed its method of accounting for ad valorem taxes for budgetary purposes in the General Fund.

We have also audited the St. Mary Parish Council's compliance with the requirements governing special reporting requirements; procedures for physical security over food stamps; and procedures followed by the food stamp issuing office that are applicable to its major federal financial assistance program, which is identified in the accompanying Schedule of Federal Financial Assistance, for the year ended December 31, 1995. The management of the St. Mary Parish Council, is responsible for the St. Mary Parish Council's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget Circular A-133, Audits of State and Local Governments. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the St. Mary Parish Council's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures did not disclose any immaterial instances of noncompliance with the requirements referred to above.

In our opinion, the St. Mary Parish Council complied, in all material respects, with the requirements governing special reporting requirements; procedures for physical security over food stamps; and procedures followed by the food stamp issuing office that are applicable to its major federal financial assistance program for the year ended December 31, 1994.

A similar report issued by us dated April 13, 1995, for the year ended December 31, 1994, reported no instances of noncompliance.

This report is intended for the information of the Council, Federal regulatory agencies, and the Legislative Auditor, and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.



CERTIFIED PUBLIC ACCOUNTANTS



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH THE GENERAL REQUIREMENTS APPLICABLE TO
FEDERAL FINANCIAL ASSISTANCE PROGRAMS

April 30, 1986

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

We have audited the primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1985, and have issued our report thereon dated April 30, 1986, which was modified because the Council changed its method of accounting for ad valorem taxes for budgetary purposes in the General Fund.

We have applied procedures to test the St. Mary Parish Council's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended December 31, 1985:

- Political activity
- Davis-Bacon Act
- Civil rights
- Cash management
- Federal financial reports
- Allowable costs/cost principles
- Drug-Free Workplace Act
- Administrative requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the St. Mary Parish Council's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the St. Mary Parish Council, had not complied, in all material respects, with those requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with those requirements.

A similar report issued by us dated April 12, 1955, for the year ended December 31, 1954, reported two immaterial instances of noncompliance with the general requirements applicable to Federal financial assistance programs which were corrected during the year.

This report is intended for the information of the Council, Federal regulatory agencies, and the Legislative Auditor and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Pitts & Math

CERTIFIED PUBLIC ACCOUNTANTS



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR
FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS

April 30, 1994

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

We have audited the primary government financial statements and the combining and individual fund and account group financial statements of the St. Mary Parish Council, as of and for the year ended December 31, 1993, and have issued our report thereon dated April 30, 1994, which was modified because the Council changed its method of accounting for ad valorem taxes for budgetary purposes in the General Fund.

In connection with our audit of the primary government financial statements of the St. Mary Parish Council, and with our consideration of the Council's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, Guidance of State and Local Governments, we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended December 31, 1993. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort; earmarking; special reporting requirements; monitoring subrecipients; review of claims for statutorily established percentages of allowable disaster assistance administrative expenses; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the St. Mary Parish Council's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the St. Mary Parish Council had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed an immaterial instance of noncompliance with those requirements, which is described in the accompanying Schedule of Findings and Questioned Costs.

A similar report issued by us dated April 12, 1996, for the year ended December 31, 1994, reported one immaterial instance of noncompliance which is repeated this year.

This report is intended for the information of the Council, Federal regulatory agencies, and the Legislative Auditor and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Pitts & Motta

CERTIFIED PUBLIC ACCOUNTANTS

SCHEDULE OF FINDINGS AND
QUESTIONED COSTS

ST. MARY PARISH COUNCIL
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 1995

Program/ CFDA Number	Finding/Noncompliance	Questioned Costs
<u>COMPLIANCE WITH SPECIFIC REQUIREMENTS</u>		
USDA Number:		
Feeding Program	<p>Conditions: For the year ended December 31, 1995, it was noted that the Parish did not spend all funds allocated for this program.</p> <p>Criteria: The code of federal regulations requires any unobligated balance of cash to be returned to the awarding agency.</p> <p>Evidence: Grantor may request that unexpended funds be returned.</p> <p>Impact: Program was operated at less than budgeted cost.</p>	\$7,840

Management's Comments:

The Parish will remit back to the state any excess funds upon request for the stated amount.