

ST. MARY PARISH COUNCIL

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

**Annual Financial Statements
with Independent Auditors' Report**

And

**Independent Auditors' Reports on Internal Control and Compliance and Other Matters
For the Year Ended December 31, 2020**

ST. MARY PARISH COUNCIL

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INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council's primary government as listed in the table of contents under Basic Financial Statements. We have also audited the financial statements of each of the Council's nonmajor governmental funds presented as supplementary information, as defined by the Governmental Accounting Standards Board, in the accompanying combining and fund financial statements and individual fund budgetary comparison schedules as of and for the year ended December 31, 2020, as listed in the table of contents under Supplementary Information – Nonmajor Governmental Funds.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Fairview Treatment Center and Claire House, both non-major governmental funds, which statements represent .3 percent, .5 percent, and 8.4 percent respectively of the assets, net position, and revenues of the governmental activities of the primary government. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion insofar as it relates to the amounts included for those two funds, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the primary government of the St. Mary Parish Council as of December 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the primary government of the St. Mary Parish Council as of December 31, 2020, and the respective changes in financial position, and respective budgetary comparisons, where applicable thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

Primary Government Financial Statements Only

As discussed in Note 1, the financial statements referred to above include only the primary government of the St. Mary Parish Council, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the Council's legal entity. These primary government financial statements do not include financial data for the Council's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the Council's primary government. As a result, these primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the St. Mary Parish Council as of December 31, 2020, the changes in its financial position, or where applicable, its cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the reporting entity of the St. Mary Parish Council as of and for the year ended December 31, 2020, and our report thereon, dated November 16, 2021 expressed an unmodified opinion on those financial statements.

Correction of Error

As described in Note 2 to the financial statements, the prior financial statements have been restated to correct an error. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

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

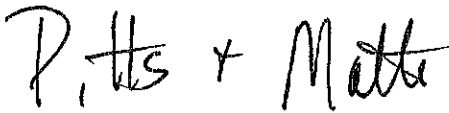
Other Information

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

The schedule of expenditures of federal awards and the information listed as General Supplementary Information in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for that portion marked "unaudited" has been subjected to the auditing procedures applied in the audit of the basic financial statements of the Council's primary government, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the procedures performed as described above, and the reports of other auditors, the schedule of expenditures of federal awards and the information listed as General Supplementary Information in the table of contents is fairly stated in all material respects in relation to the basic financial statements of the Council's primary government as a whole. The information marked unaudited has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 17, 2020, on our consideration of the St. Mary Parish Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and in considering St. Mary Parish Council's internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS

November 16, 2021
Morgan City, Louisiana

BASIC FINANCIAL STATEMENTS

ST. MARY PARISH COUNCIL
Statement of Net Position
December 31, 2020

	Governmental <u>Activities</u>	Business-type <u>Activities</u>	<u>Total</u>
ASSETS			
Current assets			
Cash and cash equivalents	\$ 9,804,100	\$ 5,723	\$ 9,809,823
Investments	3,881,050	857	3,881,907
Receivables (net of allowances for uncollectibles)	648,575	809,101	1,457,676
Due from component units	659,836		659,836
Due from other governments	7,339,453	73,644	7,413,097
Other assets	65,600		65,600
Internal balances	<u>(1,136,577)</u>	<u>1,136,577</u>	<u>-</u>
Total current assets	<u>21,262,037</u>	<u>2,025,902</u>	<u>23,287,939</u>
Noncurrent assets			
Restricted cash		2,086,329	2,086,329
Restricted investments		859,634	859,634
Internal balances	<u>(4,086,502)</u>	<u>4,086,502</u>	<u>-</u>
Total restricted assets	<u>(4,086,502)</u>	<u>7,032,465</u>	<u>2,945,963</u>
Capital assets			
Land and improvements	1,919,874	3,762,536	5,682,410
Buildings, net of accumulated depreciation	7,604,201	995,052	8,599,253
Improvements other than buildings, net of accumulated depreciation	20,698,146	16,535,226	37,233,372
Equipment and furniture, net of accumulated depreciation	2,074,889	818,271	2,893,160
Infrastructure, net of accumulated depreciation	74,128,585		74,128,585
Construction in progress	<u>2,619,812</u>	<u>-</u>	<u>2,619,812</u>
Total capital assets	<u>109,045,507</u>	<u>22,111,085</u>	<u>131,156,592</u>
Total assets	<u>126,221,042</u>	<u>31,169,452</u>	<u>157,390,494</u>
DEFERRED OUTFLOWS OF RESOURCES			
Gain on refunding	48,000		48,000
Debt redemption costs		552,900	552,900
Related to Pensions	1,008,163	238,292	1,246,455
Related to OPEB	<u>4,603,120</u>	<u>858,905</u>	<u>5,462,025</u>
Total deferred outflows of resources	<u>5,659,283</u>	<u>1,650,097</u>	<u>7,309,380</u>
Total assets and deferred outflows of resources	<u>\$ 131,880,325</u>	<u>\$ 32,819,549</u>	<u>\$ 164,699,874</u>
LIABILITIES			
Liabilities			
Current liabilities			
Accounts payable	\$ 1,009,769	\$ 306,269	\$ 1,316,038
Contracts payable	1,305,025		1,305,025
Retainage payable	558,896		558,896
Accrued liabilities	310,962	19,101	330,063
Accrued interest payable	357,795		357,795
Current portion of long-term debt	2,113,800	417,124	2,530,924
Current portion of lease obligation payable	<u>156,227</u>		<u>156,227</u>
Total current liabilities	<u>5,812,474</u>	<u>742,494</u>	<u>6,554,968</u>
Noncurrent liabilities			
Other post-employment benefits	16,542,163	3,080,264	19,622,427
Compensated absences	234,000		234,000
Long-term debt	40,347,776	8,095,000	48,442,776
Landfill closure costs and post-closure care costs		8,360,000	8,360,000
Net pension liability	35,270	8,336	43,606
Lease obligation payable	<u>143,103</u>		<u>143,103</u>
Total noncurrent liabilities	<u>57,302,312</u>	<u>19,543,600</u>	<u>76,845,912</u>
Total liabilities	<u>63,114,786</u>	<u>20,286,094</u>	<u>83,400,880</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions	1,656,222	391,470	2,047,692
Related to OPEB	4,476,873	833,625	5,310,498
Deferred inflow of resources related to revenue	<u>56,770</u>	<u>-</u>	<u>56,770</u>
Total deferred inflows of resources	<u>6,189,865</u>	<u>1,225,095</u>	<u>7,414,960</u>
Total liabilities and deferred inflows of resources	<u>69,304,651</u>	<u>21,511,189</u>	<u>90,815,840</u>
NET POSITION			
Net investment in capital assets	66,284,601	13,598,961	79,883,562
Restricted for:			
Capital projects	8,506,157		8,506,157
Debt service	2,427,069	2,503,035	4,930,104
Other purposes	2,367,722		2,367,722
Unrestricted (deficit)	<u>(17,009,875)</u>	<u>(4,793,636)</u>	<u>(21,803,511)</u>
Total net position	<u>62,575,674</u>	<u>11,308,360</u>	<u>73,884,034</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 131,880,325</u>	<u>\$ 32,819,549</u>	<u>\$ 164,699,874</u>

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

ST. MARY PARISH COUNCIL

Statement of Activities
Year Ended December 31, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- type Activities	Total
Governmental activities							
General government	\$ 9,687,071	\$ 1,021,253	\$ 1,141,934	\$ 2,279,649	\$ (5,244,235)		\$ (5,244,235)
Public safety	4,336,143	2,361	-	135,815	(4,197,967)		(4,197,967)
Public works	12,192,605	-	985,141	3,131,425	(8,076,039)		(8,076,039)
Sanitation	2,296,235	1,350,628	86,914	64,999	(793,694)		(793,694)
Culture & recreation	2,725,345	67,067	17,800		(2,640,478)		(2,640,478)
Health & welfare	1,710,491	196,069	2,459,967		945,545		945,545
Urban redevelopment & housing	402,997		400,916		(2,081)		(2,081)
Economic development & assistance	269,050				(269,050)		(269,050)
Interest on long-term debt	1,651,542				(1,651,542)		(1,651,542)
Fees on long-term debt	46,018				(46,018)		(46,018)
Total governmental activities	<u>35,317,497</u>	<u>2,637,378</u>	<u>5,092,672</u>	<u>5,611,888</u>	<u>(21,975,559)</u>		<u>(21,975,559)</u>
Business-type activities							
Solid Waste Landfill	4,826,561	3,672,224			\$ (1,154,337)		(1,154,337)
Small Animal Control	414,974	91,212			(323,762)		(323,762)
Kemper Williams Park	632,568	116,091	38,663		(477,814)		(477,814)
Total business-type activities	<u>5,874,103</u>	<u>3,879,527</u>	<u>38,663</u>	<u>-</u>		<u>(1,955,913)</u>	<u>(1,955,913)</u>
Total	<u>\$ 41,191,600</u>	<u>\$ 6,516,905</u>	<u>\$ 5,131,335</u>	<u>\$ 5,611,888</u>	<u>(21,975,559)</u>	<u>(1,955,913)</u>	<u>(23,931,472)</u>
General revenues:							
Taxes:							
Sales and use							
					6,029,354		6,029,354
					3,307,616		3,307,616
					129,370		129,370
					1,081,826		1,081,826
					126,721		126,721
					1,693,971		1,693,971
					468,070		468,070
					87,684	76,855	164,539
					60,630		60,630
					(750,000)	750,000	
					12,235,242	826,855	13,062,097
					(9,740,317)	(1,129,058)	(10,869,375)
					73,085,022	12,437,418	85,522,440
					(769,031)		(769,031)
					72,315,991	12,437,418	84,753,409
					\$ 62,575,674	\$ 11,308,360	\$ 73,884,034

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

ST. MARY PARISH COUNCIL

Balance Sheet
Governmental Funds
December 31, 2020

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	\$ 418	\$ 131	\$ 1	\$ 6,933,913			\$ 2,869,637	\$ 9,804,100
Investments			950,477	1,684,875		\$ 415,909	829,789	3,881,050
Receivables (net of allowances for uncollectibles)	208,213	93,293	188,387	108,652		39,020	11,010	648,575
Due from component units	301,698					358,138	-	659,836
Due from other governments	3,264,156	511,205	498,995	1,973,942		-	1,091,155	7,339,453
Advance to other funds						-	1,234,826	1,234,826
Other assets	6,000		-	4,673	\$ 1,145		53,782	65,600
Total assets	\$ 3,780,485	\$ 604,629	\$ 1,637,860	\$ 10,706,055	\$ 1,145	\$ 813,067	\$ 6,090,199	\$ 23,633,440
LIABILITIES								
Accounts payable	\$ 241,354	\$ 61,804	\$ 194,763			\$ 113,130	\$ 398,718	\$ 1,009,769
Contracts payable				\$ 1,305,025				1,305,025
Retainage payable				440,173		118,723		558,896
Accrued liabilities	173,621	74,639	3,675				59,027	310,962
Advance from other funds	3,537,636	447,732	961,420	455,845		162,389	892,883	6,457,905
Total liabilities	3,952,611	584,175	1,159,858	2,201,043	-	394,242	1,350,628	9,642,557
Deferred inflows of resources							56,770	56,770
Total liabilities and deferred inflows	3,952,611	584,175	1,159,858	2,201,043	-	394,242	1,407,398	9,699,327
FUND BALANCES								
Fund balances (deficits)								
Nonspendable - non-current receivables	301,698					358,138		659,836
Restricted for								
Use in specific geographic areas							1,232,392	1,232,392
Debt service							2,262,758	2,262,758
Assigned for								
General Government							241,120	241,120
Public safety							34,838	34,838
Culture & recreation							146,008	146,008
Health & welfare							48,702	48,702
Urban redevelopment & housing							4,826	4,826
Debt service							522,106	522,106
Sanitation			478,002					478,002
Capital projects				8,505,012	1,145			8,506,157
Unassigned	(473,824)	20,454				60,687	190,051	(202,632)
Total fund balances	(172,126)	20,454	478,002	8,505,012	1,145	418,825	4,682,801	13,934,113
Total liabilities, deferred inflows, and fund balances	\$ 3,780,485	\$ 604,629	\$ 1,637,860	\$ 10,706,055	\$ 1,145	\$ 813,067	\$ 6,090,199	\$ 23,633,440

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

ST. MARY PARISH COUNCIL

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2020

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

Total fund balance - Governmental Funds		\$ 13,934,113
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds balance sheet.		109,045,507
Interest payable on long-term debt does not require current financial resources, and, therefore, interest payable is not reported as a liability in the governmental funds balance sheet.		(357,795)
Noncurrent liabilities are not due and payable in the current period are not reported in the governmental funds balance sheet:		
Long-term debt	\$ (42,461,576)	
Lease obligation	(299,330)	
Compensated absences	(234,000)	
Other post-employment benefit plans	(16,542,163)	
Net pension liability	<u>(35,270)</u>	<u>(59,572,339)</u>
The deferred outflows and inflows of resources that do not affect the current period are not reported in the governmental fund balance sheet:		
Deferred outflows gain on refunding	48,000	
Deferred outflows of resources related to pensions	1,008,163	
Deferred outflows of resources related to OPEBs	4,603,120	
Deferred inflows of resources related to pensions	(1,656,222)	
Deferred inflows of resources related to OPEBs	<u>(4,476,873)</u>	<u>(473,812)</u>
Net position of governmental activities		<u>\$ 62,575,674</u>

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

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ending December 31, 2020

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
REVENUES								
Taxes								
Sales and use			\$ 2,611,906				\$ 3,417,448	\$ 6,029,354
Ad valorem	\$ 3,307,616						129,370	3,436,986
Other taxes, penalties, & interests, etc.	126,721							126,721
Intergovernmental revenues								
Federal grants	470,483	\$ 1,364,113		\$ 1,552,315	\$ 151,980		1,280,426	4,819,317
Medicaid							1,567,606	1,567,606
State funds								
State grants	9,592	91,780	86,914	183,102			371,694	743,082
State revenue sharing	468,070							468,070
Royalty road funds		1,693,971						1,693,971
Parish road transportation funds		402,130						402,130
Severance taxes	1,081,826							1,081,826
Local								
Riverboat fees			64,999	575,354		\$ 367,312	135,815	1,143,480
Licenses & permits	734,308						1,400,000	1,400,000
Fees, charges, & commission	194,037		1,350,628				24,210	758,518
Mosquito abatement	180,179						154,016	1,698,681
Investment earnings & interest	16,635	(13,951)	(1,173)	39,473		6,850	39,850	87,684
Other revenues	478,256	491,231					30,961	1,000,448
Total revenues	<u>7,067,723</u>	<u>4,029,274</u>	<u>4,113,274</u>	<u>2,350,244</u>	<u>151,980</u>	<u>374,162</u>	<u>8,551,396</u>	<u>26,638,053</u>
EXPENDITURES								
Current:								
General government	5,713,826						2,235,705	7,949,531
Public safety	943,842		89,595				2,067,494	3,100,931
Public works	238,041	3,177,006					222,049	3,637,096
Sanitation			2,284,980			5,079		2,290,059
Culture & recreation	1,316,324						232,102	1,548,426
Health & welfare	739,843		62,140				1,157,188	1,959,171
Urban redevelopment & housing							402,997	402,997
Economic development & assistance	269,050							269,050
Miscellaneous	3,105							3,105
Bad debts								
FEMA Reimbursement								
Capital outlay		294,641		11,330,092	151,980	2,543,672	46,130	14,366,515
Debt service								
Principal							1,853,000	1,853,000
Interest							1,500,580	1,500,580
Fees							46,018	46,018
Total expenditures	<u>9,224,031</u>	<u>3,471,647</u>	<u>2,436,715</u>	<u>11,330,092</u>	<u>151,980</u>	<u>2,548,751</u>	<u>9,763,263</u>	<u>38,926,479</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,156,308)</u>	<u>557,627</u>	<u>1,676,559</u>	<u>(8,979,848)</u>	<u>-</u>	<u>(2,174,589)</u>	<u>(1,211,867)</u>	<u>(12,288,426)</u>
OTHER FINANCING SOURCES								
Proceeds from bonds							6,044,965	6,044,965
Payment to refunding bond escrow agent							(4,503,468)	(4,503,468)
Operating transfers in	2,131,000	1,448,000	582,750	1,487,342		200,000	4,280,618	10,129,710
Operating transfers out	(598,553)	(1,962,000)	(2,580,430)	(98,678)			(5,640,049)	(10,879,710)
Total other financing sources (uses)	<u>1,532,447</u>	<u>(514,000)</u>	<u>(1,997,680)</u>	<u>1,388,664</u>	<u>-</u>	<u>200,000</u>	<u>182,066</u>	<u>791,497</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(623,861)</u>	<u>43,627</u>	<u>(321,121)</u>	<u>(7,591,184)</u>	<u>-</u>	<u>(1,974,589)</u>	<u>(1,029,801)</u>	<u>(11,496,929)</u>
Fund balance (deficit) beginning of year as previously stated	639,235	(23,173)	799,123	5,432,825	1,145	2,393,414	5,457,504	14,700,073
Prior-Period Adjustment	(187,500)			10,663,371			255,098	10,730,969
Fund balance beginning of year as restated	<u>451,735</u>	<u>-</u>	<u>-</u>	<u>16,096,196</u>	<u>-</u>	<u>-</u>	<u>5,712,602</u>	<u>22,260,533</u>
Fund balance (deficit) at end of year	<u>\$ (172,126)</u>	<u>\$ 20,454</u>	<u>\$ 478,002</u>	<u>\$ 8,505,012</u>	<u>\$ 1,145</u>	<u>\$ 418,825</u>	<u>\$ 4,682,801</u>	<u>\$ 13,934,113</u>

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

ST. MARY PARISH COUNCIL

Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2020

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

Net change in fund balance - Governmental Funds \$ (11,496,929)

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

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation (\$6,653,166) was exceeded by capital outlays (\$8,768,092) meeting the Council's Capitalization policy in the current period. 2,114,926

Issuance of debt including its associated premiums or discounts is reported as a source for spending in the governmental funds, but as a liability in the Statement of Activities (6,416,468)

Repayment of bond principal and lease obligations is an expenditure in the governmental funds, but the repayment reduces noncurrent liabilities in the Statement of Net Position

Repayments of principal on long term debt	\$ 1,876,800	
Refunding of principal on long term debt	4,503,468	
Lease obligation payments	<u>108,958</u>	
Net adjustment		<u>6,489,226</u>

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

Decrease in accrued compensated absences	40,000	
Increase in accrued interest	(162,762)	
Amortize gain on refunding	<u>(12,000)</u>	
Net adjustment		<u>(134,762)</u>

Effects of recording net pension liability, other postemployment benefits liability, deferred inflows and outflows of resources, and other items related to these liabilities:

Increase in pension expense	(129,561)	
Non employer pension contributions	60,630	
Increase on other postemployment benefit expense	<u>(227,379)</u>	
Net adjustment		<u>(296,310)</u>

Change in net position of governmental activities \$ (9,740,317)

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

ST. MARY PARISH COUNCIL

Statement of Net Position
Proprietary Funds
December 31, 2020

	Business-type Activities Enterprise Funds			Total
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
ASSETS				
Current assets				
Cash and cash equivalents	\$ 125	\$	\$ 5,598	\$ 5,723
Investments	857			857
Receivables (net of allowances for uncollectibles)	794,214	3,730	11,157	809,101
Due from other governments	73,644			73,644
Advance to other funds	1,049,697		99,450	1,149,147
Total current assets	<u>1,918,537</u>	<u>3,730</u>	<u>116,205</u>	<u>2,038,472</u>
Noncurrent assets				
Restricted cash	2,086,329			2,086,329
Restricted investments	859,634			859,634
Restricted advances	4,086,502			4,086,502
Total restricted assets	<u>7,032,465</u>	<u>-</u>	<u>-</u>	<u>7,032,465</u>
Property, plant, and equipment (net of accumulated depreciation)	18,785,943	866,780	2,458,362	22,111,085
Total noncurrent assets	<u>25,818,408</u>	<u>866,780</u>	<u>2,458,362</u>	<u>29,143,550</u>
Total assets	<u>27,736,945</u>	<u>870,510</u>	<u>2,574,567</u>	<u>31,182,022</u>
DEFERRED OUTFLOWS OF RESOURCES				
Debt redemption costs	552,900			552,900
Related to pension	158,905	39,113	40,274	238,292
Related to OPEB	488,605	185,150	185,150	858,905
Total deferred outflows of resources	<u>1,200,410</u>	<u>224,263</u>	<u>225,424</u>	<u>1,650,097</u>
Total assets and deferred outflows of resources	<u>\$ 28,937,355</u>	<u>\$ 1,094,773</u>	<u>\$ 2,799,991</u>	<u>\$ 32,832,119</u>
LIABILITIES				
Current liabilities				
Accounts payable and accrued expenses	\$ 272,927	\$ 15,390	\$ 17,952	\$ 306,269
Retainage payable	19,101			19,101
Bonds payable within one year	417,124			417,124
Advance from other funds		12,570		12,570
Total current liabilities	<u>709,152</u>	<u>27,960</u>	<u>17,952</u>	<u>755,064</u>
Long-term liabilities				
Other post-employment benefits	1,711,258	684,503	684,503	3,080,264
Bonds payable, including unamortized premium	8,095,000			8,095,000
Landfill closure and post-closure care costs	8,360,000			8,360,000
Net pension liability	5,559	1,368	1,409	8,336
Total long-term liabilities	<u>18,171,817</u>	<u>685,871</u>	<u>685,912</u>	<u>19,543,600</u>
Total liabilities	<u>18,880,969</u>	<u>713,831</u>	<u>703,864</u>	<u>20,298,664</u>
DEFERRED INFLOWS OF RESOURCES				
Related to pension	261,051	64,255	66,164	391,470
Related to other post-employment benefits	463,125	185,250	185,250	833,625
Total liabilities and deferred inflows of resources	<u>19,605,145</u>	<u>963,336</u>	<u>955,278</u>	<u>21,523,759</u>
FUND EQUITY				
Invested in capital assets, net of related debt	10,273,819	866,780	2,458,362	13,598,961
Restricted	2,503,035			2,503,035
Unrestricted	(3,444,644)	(735,343)	(613,649)	(4,793,636)
Total net position	<u>9,332,210</u>	<u>131,437</u>	<u>1,844,713</u>	<u>11,308,360</u>
Total liabilities, deferred inflows, and net position	<u>\$ 28,937,355</u>	<u>\$ 1,094,773</u>	<u>\$ 2,799,991</u>	<u>\$ 32,832,119</u>

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

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Business-type Activities Enterprise Funds			
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total
OPERATING REVENUES				
Solid waste disposal fees	\$ 3,660,810			\$ 3,660,810
Impound fees		\$ 88,858		88,858
Admission fees			\$ 8,770	8,770
Campsite fees			76,810	76,810
Special events			3,544	3,544
Other	<u>11,414</u>	<u>2,354</u>	<u>26,967</u>	<u>40,735</u>
Total operating revenues	<u>3,672,224</u>	<u>91,212</u>	<u>116,091</u>	<u>3,879,527</u>
OPERATING EXPENSES				
Personal services	1,044,155	293,773	321,208	1,659,136
Contractual services	187,490		3,235	190,725
Supplies	45,514	14,401	33,305	93,220
Materials	514,588	5,094	8,502	528,184
Utilities	125,109	17,435	67,929	210,473
Repairs and maintenance	230,552	2,418	32,712	265,682
Landfill closure costs	390,000			390,000
Equipment and rentals	666,119	15,560	58,198	739,877
Miscellaneous	69,564	120	3,845	73,529
Depreciation	1,080,623	58,938	84,982	1,224,543
Insurance	<u>119,346</u>	<u>7,235</u>	<u>18,652</u>	<u>145,233</u>
Total operating expenses	<u>4,473,060</u>	<u>414,974</u>	<u>632,568</u>	<u>5,520,602</u>
Net operating income (loss)	<u>(800,836)</u>	<u>(323,762)</u>	<u>(516,477)</u>	<u>(1,641,075)</u>
NON-OPERATING REVENUES AND EXPENSES				
Investment earnings	76,747	29	79	76,855
Gifts/donations			38,663	38,663
Interest	(347,709)			(347,709)
Fees	<u>(5,792)</u>			<u>(5,792)</u>
Total non-operating revenues	<u>(276,754)</u>	<u>29</u>	<u>38,742</u>	<u>(237,983)</u>
Income (loss) before transfers	<u>(1,077,590)</u>	<u>(323,733)</u>	<u>(477,735)</u>	<u>(1,879,058)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
General Fund		100,000	350,000	450,000
Sanitation Fund	700,000			700,000
Operating transfers out				
Road Construction & Maint Fund	<u>(400,000)</u>			<u>(400,000)</u>
Total transfers	<u>300,000</u>	<u>100,000</u>	<u>350,000</u>	<u>750,000</u>
Change in net position	<u>(777,590)</u>	<u>(223,733)</u>	<u>(127,735)</u>	<u>(1,129,058)</u>
Net position, beginning of year (as previously stated)	10,109,800	355,170	1,972,448	12,437,418
Net position, beginning of year	<u>10,109,800</u>	<u>355,170</u>	<u>1,972,448</u>	<u>12,437,418</u>
Net position, end of year	<u>\$ 9,332,210</u>	<u>\$ 131,437</u>	<u>\$ 1,844,713</u>	<u>\$ 11,308,360</u>

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

ST. MARY PARISH COUNCIL

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

Increase (Decrease) in Cash & Cash Equivalents

	Business-type Activities Enterprise Funds			<u>Total</u>
	<u>Reduction and Transfer Fund</u>	<u>Small Animal Control Fund</u>	<u>Kemper Williams Park Fund</u>	
Cash flows from operating activities:				
Received from charges for services	\$ 3,560,705	\$ 90,472	\$ 109,955	\$ 3,761,132
Payments to suppliers for goods & services	(1,899,342)	(58,641)	(223,780)	(2,181,763)
Payments to employees for services	(1,085,199)	(253,377)	(281,058)	(1,619,634)
Net cash flows (deficiency) from operating activities	<u>576,164</u>	<u>(221,546)</u>	<u>(394,883)</u>	<u>(40,265)</u>
Cash flows from noncapital financing activities:				
Contributions			38,663	38,663
Operating transfers in from other funds	300,000	100,000	350,000	750,000
Advances to other funds			(80,809)	(80,809)
Repayment of advances by other funds	<u>1,252,136</u>			<u>1,252,136</u>
Net cash flows (deficiency) from noncapital financing activities	<u>1,552,136</u>	<u>112,570</u>	<u>307,854</u>	<u>1,972,560</u>
Cash flows from capital and related financial activities				
Fixed asset acquisitions	(1,179,807)	-	(87,771)	(1,267,578)
Debt payments	<u>(1,173,501)</u>			<u>(1,173,501)</u>
Net cash flows (deficiency) from capital and related financing activities	<u>(2,353,308)</u>	<u>-</u>	<u>(87,771)</u>	<u>(2,441,079)</u>
Cash flows from investing activities				
Investment earnings	76,747	29	79	76,855
Sale of investments	488,670			488,670
Non-employer pension contributions				-
Net cash flows from investing activities	<u>565,417</u>	<u>29</u>	<u>79</u>	<u>565,525</u>
Net increase (decrease) in cash and cash equivalents	340,409	(108,947)	(174,721)	56,741
Cash and cash equivalents at beginning of year	<u>1,746,045</u>	<u>108,947</u>	<u>180,320</u>	<u>2,035,312</u>
Cash and cash equivalents at end of year	<u>\$ 2,086,454</u>	<u>\$ -</u>	<u>\$ 5,598</u>	<u>\$ 2,092,052</u>
Shown in the accompanying Statement of Net Position as:				
Cash and cash equivalents	\$ 125	\$ -	\$ 5,598	\$ 5,723
Restricted cash	<u>2,086,329</u>			<u>2,086,329</u>
Total cash and cash equivalents	<u>\$ 2,086,454</u>	<u>\$ -</u>	<u>\$ 5,598</u>	<u>\$ 2,092,052</u>

	Business-type Activities			Total
	Enterprise Funds			
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	
Reconciliation of operating income (loss) to net cash, provided by operating activities:				
Operating income (loss)	\$ (800,836)	\$ (323,762)	\$ (516,477)	\$ (1,641,075)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	1,080,623	58,938	84,982	1,224,543
Decrease (increase) in accounts receivable	(111,519)	(740)	(6,136)	(118,395)
Decrease (increase) in deferred outflows related to pension	355,760	71,580	75,364	502,704
Decrease (increase) in deferred outflows related to other post-employment benefits	(76,959)	(30,783)	(30,783)	(138,525)
Increase (decrease) in accounts payable and accrued expenses	39,839	3,622	2,598	46,059
Increase (decrease) in landfill closure costs	390,000			390,000
Increase (decrease) in other post-employment benefits	(296,351)	(68,350)	(68,350)	(433,051)
Increase (decrease) in net pension liability	(578,779)	(124,310)	(129,884)	(832,973)
Increase (decrease) in deferred inflows related to pension	222,975	56,065	57,609	336,649
Increase (decrease) in deferred inflows related to other post-employment benefits	332,310	136,194	136,194	604,698
Total adjustments	1,377,000	102,216	121,594	1,600,810
Net cash provided by (used for) operating activities	\$ 576,164	\$ (221,546)	\$ (394,883)	\$ (40,265)

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Ad Valorem	\$ 3,250,000	\$ 3,425,000	\$ 3,307,616	\$ (117,384)
Other taxes, penalties, & interests, etc.	120,000	120,000	126,721	6,721
Intergovernmental revenues				
Federal grants	7,000	777,521	470,483	(307,038)
State funds				
State grants		411,374	9,592	(401,782)
State revenue sharing	440,500	452,986	468,070	15,084
Severance taxes	1,050,000	1,081,984	1,081,826	(158)
Criminal court fund	1,500	1,500		(1,500)
Licenses & permits	720,550	735,550	734,308	(1,242)
Fees, charges, & commission	158,425	158,425	194,037	35,612
Mosquito abatement	180,000	180,000	180,179	179
Investment earnings & interest	39,300	39,300	16,635	(22,665)
Other revenues	345,751	480,401	478,256	(2,145)
Total revenues	<u>6,313,026</u>	<u>7,864,041</u>	<u>7,067,723</u>	<u>(796,318)</u>
EXPENDITURES				
Current:				
General government				
Legislative	500,092	500,092	447,951	52,141
Judicial	1,290,445	1,290,445	1,237,736	52,709
Executive	253,225	253,225	229,571	23,654
Elections	100,264	110,264	95,604	14,660
Finance & administrative	1,291,468	1,157,468	1,040,308	117,160
Courthouse	1,344,453	1,433,453	1,434,789	(1,336)
Other	1,243,738	1,248,138	1,227,867	20,271
Public safety	803,082	977,568	943,842	33,726
Culture & recreation	997,467	1,459,988	1,316,324	143,664
Health & welfare	709,022	679,062	611,148	67,914
Economic development & assistance	297,579	287,579	269,050	18,529
Mosquito abatement	203,199	183,199	128,695	54,504
Airport operations	325,268	723,232	238,041	485,191
Miscellaneous	2,500	2,500	3,105	(605)
Total expenditures	<u>9,361,802</u>	<u>10,306,213</u>	<u>9,224,031</u>	<u>1,082,182</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,048,776)</u>	<u>(2,442,172)</u>	<u>(2,156,308)</u>	<u>285,864</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
Road Construction & Maintenance Fund	1,215,000	665,000		(665,000)
Sales Tax Bond Sinking Fund	1,040,000	1,020,000	1,070,000	(50,000)
Bt Land Permint	-	106,000	106,000	-
Juror Comp. Fund			50,000	(50,000)
Gaming Receipt Fund	640,000	905,000	905,000	-
Operating transfers out				
Witness Fee Fund		(9,553)	(9,553)	-
Road Construction & Maintenance Fund			(98,000)	98,000
Small Animal Control Fund	(100,000)	(100,000)	(100,000)	-
Jail Operating & Maintenance Fund	(291,000)	(141,000)	(41,000)	(100,000)
Kemper Williams Park Fund	(350,000)	(350,000)	(350,000)	-
Total other financing sources (uses)	<u>2,154,000</u>	<u>2,095,447</u>	<u>1,532,447</u>	<u>(767,000)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(894,776)</u>	<u>(346,725)</u>	<u>(623,861)</u>	<u>(481,136)</u>
Net change in fund balance	<u>(894,776)</u>	<u>(346,725)</u>	<u>(623,861)</u>	<u>(481,136)</u>
Fund balance (deficits) as previously stated	2,300,000	639,235	639,235	-
Prior period adjustment			(187,500)	(187,500)
Fund balance beginning of year as restated	<u>2,300,000</u>	<u>639,235</u>	<u>451,735</u>	<u>(187,500)</u>
Fund balance at end of year	<u>\$ 1,405,224</u>	<u>\$ 292,510</u>	<u>\$ (172,126)</u>	<u>\$ (464,636)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Road Construction & Maintenance Fund
 For the Year Ended December 31, 2020

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Intergovernmental revenues				
Federal grants	\$ 858,000	\$ 968,226	\$ 1,364,113	\$ 395,887
State funds				
State grants	\$ 91,780	91,780	91,780	-
Royalty road funds	4,300,000	2,000,000	1,693,971	(306,029)
Parish road transportation funds	450,000	450,000	402,130	(47,870)
Investment earnings & interest	11,000	11,000	(13,951)	(24,951)
Other revenues	405,000	484,851	491,231	6,380
Total revenues	<u>6,115,780</u>	<u>4,005,857</u>	<u>4,029,274</u>	<u>23,417</u>
EXPENDITURES				
Current:				
Public works				
Highways/streets & roads	3,100,702	2,729,042	2,776,872	(47,830)
Road supervisor	98,481	98,481	97,546	935
Bridges	258,550	192,150	187,446	4,704
Avoca ferry	137,896	116,396	115,142	1,254
Capital outlay	398,000	314,000	294,641	19,359
Total expenditures	<u>3,993,629</u>	<u>3,450,069</u>	<u>3,471,647</u>	<u>(21,578)</u>
Excess of revenues over expenditures	<u>2,122,151</u>	<u>555,788</u>	<u>557,627</u>	<u>1,839</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
General Fund	-	-	98,000	98,000
Sanitation Fund	-	950,000	950,000	-
Reduction & Transfer	-	200,000	400,000	200,000
Operating transfers out				
General Fund	(1,215,000)	(665,000)		665,000
Debt Service Fund			(506,000)	(506,000)
Debt Service Reserve Fund			(506,000)	(506,000)
Certificates of Indebtedness Sinking Fund	(950,000)	(950,000)	(950,000)	-
Transfer to Bond Paying Agent	(833,000)			-
Total other financing sources (uses)	<u>(2,998,000)</u>	<u>(465,000)</u>	<u>(514,000)</u>	<u>(49,000)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(875,849)	90,788	43,627	(47,161)
Fund balance at beginning of year	900,000	(23,173)	(23,173)	-
Fund balance at end of year	<u>\$ 24,151</u>	<u>\$ 67,615</u>	<u>\$ 20,454</u>	<u>\$ (47,161)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Sanitation Fund
For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$ 2,250,000	\$ 2,600,000	\$ 2,611,906	\$ 11,906
Intergovernmental revenues				\$ -
State grants	77,204	67,204	86,914	\$ 19,710
Local grants	50,000	50,000	64,999	\$ 14,999
Fees, charges, & commission	1,358,000	1,358,000	1,350,628	\$ (7,372)
Investment earnings & interest	15,000	15,000	(1,173)	\$ (16,173)
Total revenues	<u>3,750,204</u>	<u>4,090,204</u>	<u>4,113,274</u>	<u>23,070</u>
EXPENDITURES				
Current:				
Public safety	195,351	195,351	89,595	105,756
Sanitation	2,118,150	2,318,150	2,284,980	33,170
Health & Welfare	77,204	67,204	62,140	5,064
Total expenditures	<u>2,390,705</u>	<u>2,580,705</u>	<u>2,436,715</u>	<u>143,990</u>
Excess of revenues over expenditures	<u>1,359,499</u>	<u>1,509,499</u>	<u>1,676,559</u>	<u>167,060</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
Certificates of Indebtedness Sinking Fund	-	582,750	582,750	-
Operating transfers out				
Road Construction and Maintenance Fund	-	(950,000)	(950,000)	-
Reduction and Transfer	(700,000)	(700,000)	(700,000)	-
3/4% Sales Tax Bond Sinking Fund	(705,000)	(705,000)	(705,000)	-
Combined Sewer Construction Fund	(200,000)	(225,430)	(225,430)	-
Total other financing sources (uses)	<u>(1,605,000)</u>	<u>(1,997,680)</u>	<u>(1,997,680)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(245,501)	(488,181)	(321,121)	167,060
Fund balance at beginning of year	<u>482,579</u>	<u>799,123</u>	<u>799,123</u>	<u>-</u>
Fund balance at end of year	<u>\$ 237,078</u>	<u>\$ 310,942</u>	<u>\$ 478,002</u>	<u>\$ 167,060</u>

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

ST. MARY PARISH COUNCIL

Notes to the Financial Statements
December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

A. Reporting Entity

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
St. Mary Parish Water & Sewer Comm.:			
No. 1	Amelia/Siracusa	December 31	1, 2, 3
No. 2	Bayou Vista	September 30	1, 2,3
No. 3	West of Patterson to Calumet, Verdunville, & Centerville	September 30	1,2,3
No. 4	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	1, 2,3
No.5	Four Corners/Glencoe	September 30	1, 2, 3
St. Mary Parish Library	St. Mary Parish except Morgan City	December 31	1, 2, 3
Hospital Service District:			
No. 1	Wax Lake Outlet to Jeanerette	September 30	2, 3
No. 2	Atchafalaya River to Amelia	December 31	2, 3
Waterworks District:			
No. 5	West of Patterson to Calumet, Verdunville, & Centerville	May 31	2, 3
Sewerage District:			
No. 11(<i>no activity</i>)	Cypremort Point	September 30	1, 2, 3
Wards 5 & 8 Joint Sewer Comm.	Atchafalaya River west to Wax Lake Outlet	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

B. Basic Financial Statements - Government-wide Financial Statements

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

C. Basic Financial Statements - Fund Financial Statements

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

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

GOVERNMENTAL FUNDS

General Fund

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

Special Revenue Funds

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

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

ROAD CONSTRUCTION AND MAINTENANCE FUND

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

SANITATION FUND

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Debt Service Funds

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

Capital Projects Funds

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

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

CAPITAL IMPROVEMENT FUND

The Capital Improvement Fund accounts for ongoing capital projects, other than those accounted for in the CDBG Recovery Fund or the Sewer Construction Fund. The projects may be funded with either federal, state, or local funds. A major portion of the funds are currently being funded with the proceeds of the \$11,500,000 St. Mary GOMESA Project Fund 2019 Bonds.

CDBG RECOVERY FUND

The CDBG Recovery Fund accounts for major ongoing capital projects and is funded by federal funds. The Fund was established to handle approximately \$19 million in federal grants. The Council will maintain this as a major fund until all projects are substantially complete.

COMBINED SEWER CONSTRUCTION FUND

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

PROPRIETARY FUNDS

Enterprise Funds

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

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

REDUCTION AND TRANSFER FUND

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

KEMPER WILLIAMS PARK FUND

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

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

SMALL ANIMAL CONTROL FUND

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

D. Basis of Accounting

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

Government-wide Statements and Proprietary Fund Financial Statements

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

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Council has elected not to follow subsequent private-sector guidance.

Fund Financial Statements

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

E. Revenues

The following is a summary of the Council's recognition policies for its major revenue sources:

Sales tax revenues are recorded when the taxable sales take place, regardless of when the sales taxes are collected by the St. Mary Parish Council's sales tax department.

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

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

Investment earnings are generally recorded when earned.

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

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

F. Expenses/Expenditures

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

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

G. Budgets

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

1. Ninety days prior to the beginning of each fiscal year, the Parish President presents to the Council the annual operating budget which was prepared by the Director of Finance under the direction of the Chief Administrative Officer.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2. The Council then orders a public hearing, notice of which, along with a summary of the budget, will be published ten days prior to the date of the hearing in the official journal of the Council.
3. No later than the second to last regular meeting of the fiscal year, the Council enacts an ordinance to adopt the annual operating budget for the ensuing fiscal year. The Council may adjust the budget as proposed by the Parish President or amend it, as they see fit, by a vote of the majority of the Council.
4. The Parish President may accept or veto the entire budget as approved by the Council or he may line item veto certain appropriations.
5. Should the Council and Parish President be unable to adopt a budget prior to the beginning of the year, then fifty percent of the prior year's budget shall be appropriated for the upcoming year; until such time as a new budget is properly enacted.
6. The Director of Finance, under the direction of the Chief Administrative Officer, has the authority to alter, and must approve all changes in budgeted amounts within function lines. However, budget adjustments that cross function lines require approval of the Council.
7. Formal budgetary integration is employed as a management control device during the year.
8. The General Fund and all Special Revenue Funds with activity have adopted budgets.
9. Budget appropriations lapse at year end.
10. In the financial statement comparison of the budget to actual amounts, both the original and final amended budget amounts are shown.

H. Cash and Cash Equivalents

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Investments

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

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

J. Receivables

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

K. Restricted Assets

In the Reduction and Transfer Enterprise Fund certain assets are set aside for certain uses. These amounts are reported as either cash, investments or advances and are reported as restricted assets. At December 31, 2020, these assets are restricted for the following purposes:

Reserved for debt service by debt covenants	\$1,996,515
Reserved for depreciation and contingencies by debt covenants	615,476
Ear marked for landfill closure costs and post-closure care costs by Council action	<u>4,420,474</u>
	<u>\$7,032,465</u>

L. Fixed Assets

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

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

Government-wide Statements and Proprietary Fund

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

<u>Category</u>	<u>Years</u>
Buildings	25-40
Equipment and furniture	5-15
Improvements	20-30
Infrastructure	25-50

Fund Financial Statements

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

M. Long-term obligations

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

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

N. Compensated Absences

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

An accrual is made for the amount of compensation the employees will receive in the future based upon services performed in the current year for vacation time not used. An accrual is also made for accumulated sick time estimated to be paid to employees at retirement. Only the portion of this accumulated sick pay estimated to be paid to employees retiring within the next year is recorded as a liability within the fund to which the particular employees' salary is allocated, the remaining liability is included with long-term debt in the Statement of Net Position. The liability for the long-term portion of this accumulated sick pay, effects twenty-seven employees and totals approximately \$234,000 and is not discounted to present value.

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

Major funds	
General Fund	\$67,000
Road Construction and Maintenance Fund	32,000
Sanitation Fund	2,000
Reduction and Transfer Fund	25,000
Kemper Williams Park Fund	1,000
Non-major funds	
Small Animal Control Fund	5,000
Fairview Treatment Center	19,000
Claire House	10,000
DWI Court	2,000
OJP Enhancement Grant	1,000

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

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

The Council follows GASB pronouncements establishing the accounting and financial reporting by state and local governments for pensions. This guidance requires the Council to calculate and recognize a net pension liability or asset and certain deferred outflows and inflows of resources and pension expense. The Council is a member of Parochial Employees' Retirement System of Louisiana – Plan A (PERS-A), a cost sharing multiple employer public employee retirement system. For purposes of measuring its net pension liability or asset, deferred outflows and inflows of resources, and pension expense, the Council uses the same basis as PERS-A.

See Note 17 for further details about this pension plan.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. Other Postemployment Benefits Liability and Related Deferred Outflows and Inflows of Resources

The Council has agreed to provide its employees with postemployment benefits. In 2018 the Council adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (OPEB) which establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expenses related to OPEB.

See Note 18 for further details about this OPEB plan.

Q. Deferred Outflows and Inflows of Resources (Related to Debt Refundings)

In prior years the Council's Reduction and Transfer Fund issued refunding debt which resulted in the defeasance of old debt issues. The difference between the reacquisition price (amount required to repay the previously issued old debt) and the net carrying amount of the old debt is reported as a deferred outflow of resources or deferred inflow of resources and recognized as a component of interest expense in future periods. Accordingly, the Reduction and Transfer Fund report debt redemption costs of \$552,900 as a deferred outflow of resources. At year end \$99,000 of amortization was charged to interest expense for the year.

R. Equity Classifications

Government-wide Statements and Proprietary Fund Statements

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

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

At December 31, 2020 \$1,627,895 of the Council's restricted net position was required by enabling legislation.

At December 31, 2020, the Council's unrestricted net position (deficit) of \$21,803,511 includes the effect of the \$5,310,498 of deferred inflows of resources related to OPEB and \$2,047,692 of deferred inflows of resources related to pensions, which will be recognized as a reduction of the unrestricted net deficit in future years.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Financial Statements

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

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

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

S. Interfund Transfers

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

T. Reclassification

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

U. Accounting Estimates

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

V. New GASB Pronouncement

In the current year, the Council adopted GASB Statement No. 88 *Certain Disclosures related to Debt, including Direct Borrowings and Direct Placements* which enhances information disclosed by governmental financial statements related to debt, including direct borrowings and direct placements. This pronouncement is in effect for the Council for the year 2020, it has no significant effect on the financial statements.

W. Future Accounting Changes

The GASB has issued its Statement No. 87 *Leases* which improves the financial reporting and accounting of leases by governments.

The GASB has issued its Statement No. 91 *Conduit Debt Obligations* which provides a clarified definition of conduit debt and a single method of reporting conduit debt obligations.

The GASB has issued its Statement No. 92 *Omnibus 2020* which enhances comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified.

All these pronouncements will be effective for the Council for the year 2022. Management has not yet determined the effects of these Statements on its financial reporting.

NOTE 2 – PRIOR PERIOD ADJUSTMENTS

Adjustments Related to Correction of Errors

During 2019 the Council failed to record certain items related to the issuance of \$11,500,000 of Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds- St. Mary Parish GOMESA Project, Series 2019 (GOMESA Bonds).

In addition, during 2020 it was determined the Council failed to recognize an operating grant in the amount of \$187,500 awarded to the Atchafalaya Golf Course Commission in a prior year.

In order to correct these two errors from prior periods, the following adjustments were made:

<u>Adjustment Related to GOMESA Bonds</u>	<u>Governmental Funds</u> Statement of Revenues, Expenditures, and Changes In Fund Balance	<u>Government Wide</u> <u>Financial Statements</u> Statement of Activities
<u>Fund</u>		
<u>Capital Improvement Fund</u>		
Increase Cash	\$10,663,371	\$10,663,371
Increase Fund Balance	<u>10,653,371</u>	
<u>GOMESA Debt Service Fund</u>		
Increase Cash	\$255,098	\$255,098
Increase Long-term Debt	<u>no effect</u>	(11,500,000)
Increase Fund Balance	<u>255,098</u>	
Decrease in Net Position		(581,531)
<u>Adjustment related to Atchafalaya Golf Course</u>		
<u>General Fund</u>		
Decrease Due From Component Units	\$(187,500)	\$(187,500)
Decrease Fund Balance	<u>(187,500)</u>	
Decrease Net in Net Position		(187,500)
<u>TOTAL PRIOR PERIOD ADJUSTMENTS</u>		
Increase in Fund Balance	\$10,730,969	
<u>TOTAL PRIOR PERIOD ADJUSTMENTS</u>		
Decrease in Net Position		\$(769,001)

NOTE 3 - FUND DEFICITS

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

<u>Fund</u>	<u>Amount</u>
Major Fund:	
General Fund	\$(172,126)
Nonmajor Fund:	
16 th JDC St. Mary Parish Drug Court	\$(6,435)
DWI Court	(13,826)
OJP Enhancement Grant	(7,594)

NOTE 3 - FUND DEFICITS (continued)

The deficit in the General Fund was as a result of a prior period adjustment related to an operating grant to the Atchafalaya Golf Course. This deficit will be eliminated by future revenues. The deficit in the OJP Enhancement Grant Fund will be funded by future revenues. The fund deficit in the DWI Court fund will be funded by future revenues or transfers from the DWI patient fee fund. The deficit in the 16th JDC St. Mary Parish Drug Court Fund will be funded by future revenues or fund transfers.

NOTE 4 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED

Actual expenditures exceeded appropriated expenditures by a significant amount in the following for 2020:

<u>Special Revenue Fund</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
16 th JDC-St. Mary Parish Drug Court	\$436,781	\$405,000	\$(31,781)

The deficit in the 16th JDC St. Mary Parish Drug Curt Fund will be funded by future revenues or fund transfers.

NOTE 5 - SIGNIFICANT BUDGET REVENUE SHORTFALL

During 2020 actual revenue received by the General Fund was significantly less than the actual budgeted.

<u>Budgeted Revenue</u>	<u>Actual Revenue</u>	<u>Shortfall</u>
\$7,864,041	\$7,067,723	\$796,318

This shortfall has been eliminated by revenues received in early 2021.

NOTE 6 - TAXES

Sales Taxes

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

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

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

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

NOTE 6 – TAXES (continued)

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

Ad Valorem Taxes

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

For 2020, the Council levied the following ad valorem taxes.

<u>Purpose</u>	<u>Millage</u>
Parish tax for defraying the expenses of the Council and other legal purposes	7.60
Criminal Justice System Tax helping to defray the expense of the Criminal Justice System	3.80
Library – Debt Service Only	.31

NOTE 7 - CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

Cash and cash equivalents

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

At year end 2020 the carrying amount of the Council’s cash was \$11,896,152 and the bank balance was \$12,200,312. A portion of these balances was covered by federal depository insurance, the uninsured portion of \$7,795,285 is subject to custodial credit risks and was collateralized with securities held by the pledging financial institutions.

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

Investments

Under state law the Council may invest in certain federal or federally guaranteed securities, certain bank time certificates of deposit, mutual or trust funds, and in the Louisiana Asset Management Pool (LAMP). LAMP is a 2A7-like external investment pool operated to allow local government to pool their investment funds. LAMP is not registered with the SEC as an investment company. LAMP is subject to regulatory oversight of the Louisiana State Treasurer and the LAMP board of directors. LAMP share values for the pool are valued at fair value based on quoted market rates determined on a weekly basis. The value of the Council's investment in LAMP is the same as the net asset values of its pool shares.

The following is a summary of investments held by the Council at December 31, 2020.

	<u>Amount</u>	Percentage of Total <u>Investments</u>
U.S. Government Securities	\$3,041,257	64%
LAMP (rated AAAM by Standard & Poors)	<u>1,700,287</u>	<u>36%</u>
	<u>\$4,741,541</u>	<u>100%</u>

As of December 31, 2020, the Council had the following investments and maturities:

<u>Investment Type</u>	<u>Investment Maturities (in years)</u>			
	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 - 5</u>	<u>6-10</u>
U.S. Agencies	<u>\$3,041,257</u>	<u>\$2,181,829</u>	<u>\$859,634</u>	--

LAMP determines its maturities using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 88 days as of December 31, 2020.

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

The Council has the following recurring fair value measurements as of December 31, 2020:

- U.S. Government securities of \$3,041,257 are valued using quoted market prices (Level 1 inputs)

NOTE 8 - RECEIVABLES

Receivables at December 31, 2020, are as follows:

Governmental Funds							
Major					Total		
	General Fund	Road Const. & Maint. Fund	Sanitation Fund	Capital Improvement Fund	Combined Sewer Const. Funds	Nonmajor Governmental Funds	Total Governmental Receivables
Accounts	\$ 208,213	\$ 93,293	\$ 188,387	\$ 108,652	\$ 39,020	\$ 11,010	\$ 648,575
Total	\$ 208,213	\$ 93,293	\$ 188,387	\$ 108,652	\$ 39,020	\$ 11,010	\$ 648,575

Nonmajor Governmental Funds					
	Jail Operating & Maintenance Fund	Housing Program	Fairview Treatment Center	16th JDC St. Mary Parish Drug Court	Total Nonmajor Governmental Funds
Accounts	\$ 4,309	\$ 2,311	\$ 4,380	\$ 10	\$ 11,010
Total	\$ 4,309	\$ 2,311	\$ 4,380	\$ 10	\$ 11,010

Enterprise Funds				
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total Enterprise Funds Receivables
Accounts	\$ 794,214	\$ 3,730	\$ 11,157	\$ 809,101
Total	\$ 794,214	\$ 3,730	\$ 11,157	\$ 809,101

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

NOTE 9 - ADVANCES TO/FROM OTHER FUNDS

Advances to/from other funds as of December 31, 2020 consisted of the following:

Funds	due from	Funds Advance due to				Total
		Advance	Reduction and Transfer	<u>Kemper Williams</u>	Non Major Governmental Funds	
General Fund		\$ 3,106,983			\$ 430,653	\$ 3,537,636
Road Construction & Maintenance			348,282	99,450		447,732
Sanitation			961,420			961,420
Capital Improvement					455,845	455,845
Combined Sewer					162,389	162,389
Non Major Governmental			706,944	-	185,939	892,883
Subtotal			5,123,629	99,450	1,234,826	6,457,905
Small Animal Control			12,570	-	-	12,570
Total			<u>\$ 5,136,199</u>	<u>\$ 99,450</u>	<u>\$ 1,234,826</u>	<u>\$ 6,470,475</u>

Advances between funds primarily arise as follows:

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

NOTE 10 - INTERFUND TRANSFERS

Interfund transfers in for the year ended December 31, 2020, consisted of the following:

TRANSFER TO	TRANSFER FROM	
Major Governmental Funds:		
General Fund	Boat Landing Permit Fund	\$ 106,000
	Sales Tax Bond Sinking Fund	1,070,000
	Gaming Receipt Fund	905,000
	Juror Compensation Fund	<u>50,000</u>
Total General Fund		\$ 2,131,000
Sanitation Fund	Certificate of Indebtedness Sinking Fund	582,750
Combined Sewer Construction Fund	Sanitation Fund	200,000
Capital Improvement Funds	Sales Tax Bond Sinking Fund	1,467,342
	Sales Tax Wards 1, 2, 3, 4, 7, & 10	<u>20,000</u>
Total Capital Improvements Fund		1,487,342
Road Construction & Maintenance	General Fund	98,000
	Sanitation Fund	950,000
	Solid Waste Post-Closure Care Fund	<u>400,000</u>
Total Road Construction & Maintenance		<u>1,448,000</u>
Total Transfers In - Major Governmental Funds		<u>5,849,092</u>
Non Major Governmental Funds:		
Witness Fee Fund	General Fund	\$ 9,553
Jail Operating & Maintenance Fund	General Fund	41,000
	Gaming Receipt Fund	525,000
	Jail Sinking und	399,859
	Jail Reserve Fund	<u>428</u>
Total Jail Operating & Maintenance Fund		966,287
3/4% Sales Tax Bond Sinking Fund	Sanitation Fund	705,000
Certificate of Indebtedness Sinking Fund	Gaming Receipt Fund	71,164
Certificate of Indebtedness Sinking Fund	Road Construction & Maintenance	950,000
Certificate of Indebtedness Sinking Fund	Sanitation Fund	25,430
Jail Sinking Fund	Jail Reserve Fund	216,285
Jail Sinking Fund	Jail Operating & Maintenance Fund	215,448
Jail Reserve Fund	Jail Operating & Maintenance Fund	10,773
Debt Service Reserve Fund	Road Construction & Maintenance	506,000
Debt Service Fund	Road Construction & Maintenance	506,000
Debt Service Fund	Capital Improvements	<u>98,678</u>
Total Transfers In -Non Major Governmental Funds		<u>4,280,618</u>
Total Transfers In - Governmental Funds		<u>\$ 10,129,710</u>
Business-type Activities:		
Reduction and Transfer Fund	Sanitation Fund	\$ 700,000
Small Animal Control Fund	General Fund	100,000
Kemper Williams Park Fund	General Fund	<u>350,000</u>
Total Transfers In - Business-type Activities		<u>\$ 1,150,000</u>
Total Transfers In		<u>\$ 11,279,710</u>

NOTE 10 - INTERFUND TRANSFERS (continued)

Interfund transfers out for the year ended December 31, 2020, consisted of the following:

TRANSFER FROM	TRANSFER TO		
Major Governmental Funds:			
General Fund	Jail Operating & Maintenance Fund	\$ 41,000	
	Witness Fee Fund	9,553	
	Road Construction and Maintenance	98,000	
	Kemper Williams	350,000	
	Small Animal Control Fund	<u>100,000</u>	
Total General Fund			\$ 598,553
Road Construction & Maintenance Fund	Certificate of Indebtedness	950,000	
	Debt Service Fund	506,000	
	Debt Service Reserve Fund	<u>506,000</u>	
Total Road Construction & Maintenance Fund			1,962,000
Sanitation Fund	Reduction and Transfer Fund	700,000	
	3/4% Sales Tax Bond Sinking Fund	705,000	
	Combined Sewer Construction Fund	225,430	
	Road Construction Fund	<u>950,000</u>	
Total Sanitation Fund			<u>2,580,430</u>
Capital Improvement Fund	Debt Service Fund		<u>98,678</u>
Total Transfers Out - Major Governmental Funds			<u>5,239,661</u>
Non Major Governmental Funds:			
Sales Tax, Wards 1, 2, 3, 4, 7, & 10	Capital Improvement		20,000
Juror Compensation Fund	General Fund		50,000
Gaming Receipt Fund	Certificates of Indebtedness Sinking Fund	71,164	
	Jail Operating & Maintenance Fund	525,000	
	General Fund	<u>905,000</u>	
Total Gaming Receipt Fund			1,501,164
Jail Operating & Maintenance Fund	Jail Sinking Fund	215,448	
	Jail Reserve Fund	<u>10,773</u>	
Total Jail Operating & Maintenance Fund			226,221
Boat Landing Permit Fund	General Fund		106,000
Sales Tax Bond Sinking Fund	General Fund	\$ 1,070,000	
	Capital Improvement Fund	<u>1,467,342</u>	
Total Sales Tax Bond Sinking Fund			2,537,342
Certificate of Indebtedness Sinking Fund	Sanitation Fund		582,750
Jail Sinking Fund	Jail Operating & Maintenance Fund		399,859
Jail Reserve Fund	Jail Operating & Maintenance Fund	\$ 428	
	Jail Sinking Fund	<u>216,285</u>	
Total Jail Reserve Fund			<u>216,713</u>
Total Transfers Out- Non Major Governmental Funds			<u>5,640,049</u>
Business Type Activities:			
Solid Waste Post Closure Care	Reduction and Transfer Fund		<u>400,000</u>
Total Transfers Out- Business Type Activities			<u>400,000</u>
Total Transfers Out			<u>\$ 11,279,710</u>

Transfers are used to:

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

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

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

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

NOTE 11 - DUE TO/FROM COMPONENT UNITS

Due from component units at December 31, 2020 consists of the following:

<u>Payable to</u>	<u>Due From</u>	<u>Amount</u>
Major Funds:		
General Fund	Atchafalaya Golf Course Commission	\$ 301,698 *
		<u>301,698</u>
Combined Sewer Construction Fund	St. Mary Parish Water & Sewer Comm. No. 5	216,891 *
	St. Mary Parish Water & Sewer Comm. No. 4	141,247 *
		<u>358,138</u>
Total due from component units		<u>\$ 659,836</u>

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

NOTE 12 - FIXED ASSETS

CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2020, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets not being depreciated					
Land	\$ 1,919,874				\$ 1,919,874
Construction in progress	2,867,568	\$ 8,264,161	\$ -	\$ (8,511,917)	2,619,812
Total capital assets not being depreciated	4,787,442	8,264,161	-	(8,511,917)	4,539,686
Other capital assets:					
Infrastructure	142,449,967	210,238	-	7,926,253	150,586,458
Building	19,689,113	-	-	-	19,689,113
Equipment and furniture	14,406,229	258,981	-	-	14,665,210
Improvements	37,198,154	34,712	-	585,664	37,818,530
Total other capital assets at historical cost	213,743,463	503,931	-	8,511,917	222,759,311
Less accumulated depreciation for					
Infrastructure	(72,467,214)	(3,990,659)	-	-	(76,457,873)
Building	(11,677,342)	(407,570)	-	-	(12,084,912)
Equipment and furniture	(11,910,126)	(680,195)	-	-	(12,590,321)
Improvements	(15,545,642)	(1,574,742)	-	-	(17,120,384)
Total accumulated depreciation	(111,600,324)	(6,653,166)	-	-	(118,253,490)
Other capital assets, net	102,143,139	(6,149,235)	-	8,511,917	104,505,821
Governmental capital assets, net	\$ 106,930,581	\$ 2,114,926	\$ -	\$ -	\$ 109,045,507
Business-type activities:					
Capital assets not being depreciated					
Construction in progress	\$ -	\$ -	\$ -	\$ -	\$ -
Land	2,052,372	-	-	-	2,052,372
Land Improvements	1,750,227	-	(40,063)	-	1,710,164
Total capital assets not being depreciated	3,802,599	-	(40,063)	-	3,762,536
Other capital assets:					
Buildings	5,514,364	57,000	-	-	5,571,364
Equipment	9,167,022	958,936	-	(1,905,182)	8,220,776
Improvements	21,812,706	302,036	-	1,905,182	24,019,924
Total other capital assets at historical cost	36,494,092	1,317,972	-	-	37,812,064
Less accumulated depreciation for					
Buildings	(4,511,523)	(64,789)	-	-	(4,576,312)
Equipment	(6,996,821)	(405,684)	-	-	(7,402,505)
Improvements	(6,720,297)	(754,070)	(10,331)	-	(7,484,698)
Total accumulated depreciation	(18,228,641)	(1,224,543)	(10,331)	-	(19,463,515)
Other capital assets, net	18,265,451	93,429	(10,331)	-	18,348,549
Business-type activities capital assets, net	\$ 22,068,050	\$ 93,429	\$ (50,394)	\$ -	\$ 22,111,085
Depreciation expense was charged to function as follows:					
Governmental activities:					
General government	\$ 1,091,200				
Public safety	1,235,212				
Public works	3,067,744				
Health and welfare	82,091				
Culture and recreation	1,176,919				
Total governmental activities depreciation expense	\$ 6,653,166				
Business type activities:					
Reduction and Transfer	\$ 1,080,623				
Kemper William Park	84,982				
Small Animal Control	58,938				
Total business-type activities depreciation expense	\$ 1,224,543				

NOTE 13 - LONG TERM DEBT

As of December 31, 2020, the governmental long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

Governmental Activities:

As of December 31, 2020, the governmental long-term debt of the Council consisted of the following:

Public Improvement Sales Tax Bonds

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

\$1,440,000

\$6,865,000 of Public Improvement Sales Tax Bond, Series 2011 were issued on September 1, 2011, for the acquisition, construction, improvements, maintenance and repair of roads, capital improvements, public works and buildings, including the acquisition of sites and necessary fixtures, equipment, furnishings and appurtenance. The bonds bear interest at 3.0 to 4.25 percent and are payable through the year 2022. These bonds were retired in 2020 from the Sales Tax Bond Sinking Fund.

730,000

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

70,000

\$600,000 of Certificate of Indebtedness, Series 2020 were issues June 30, 2020 for the purpose of (1) acquiring, constructing, extending, or improving works of public improvement within the Issuer (2) paying the cost of issuance of the Certificates. The bonds bear interest at 3.250 percent being retired from the Certificate of Indebtedness Sinking Fund.

600,000

NOTE 13 - LONG TERM DEBT (continued)

\$3,960,000 Taxable Public Improvement Sales Tax Refunding Bonds, Series 2020 proceeds were issued February 27, 2020. The proceeds along with \$633,803 from the Debt Service Reserve Fund and \$29,299 from the Debt Service Fund was used to partially advance refund \$4,325,000 of outstanding Public Improvement Sales Tax Bonds, Series 2011. The bonds bear interest of 1.80% to 2.54% and are payable through 2031 are being retired from the Sales Tax Bond Sinking Fund. \$3,960,000

Plus original issue premium, amortized on a straight line basis 160,200

\$1,500,000 of Public Improvement Sales Tax Refunding Bonds, Series 2020A was issued February 27, 2020 for the purpose of acquiring, constructing, improving, maintaining and repairing roads, capital improvements, public works and buildings, including the acquisition of necessary fixtures, equipment, furnishings and appurtenances bonds bear interest at 2.07 percent being retired from the Sales Tax Bond Sinking Fund and are payable through 2031. 1,440,000

REVENUE BONDS

\$2,190,000 Sewerage Sales Tax Refunding Bonds, Series 2015, were issued April 17, 2015, to repay \$2,135,000 of Sewerage Sales Tax Bonds Series 2006. The bonds bear interest of 2.09% and are payable through 2025. The bonds are to be retired from the Three-fourths Percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund. 1,265,000

NOTE 13 - LONG TERM DEBT (continued)

\$3,890,000 of Sewerage Sales Tax refunding bonds, Series 2012, were issued on October 1, 2012, for the purpose of refunding \$3,810,000 of Sewerage Sales Tax Bonds, Series 2004 and paying the cost of issuance of the bonds. The bonds bear interest of 2.0 to 2.75 percent and are payable through the year 2024. The bonds are to be retired from the Three-fourths percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund.	\$1,615,000
Plus original issue premium, amortized on straight-line basis	21,376
\$10,000,000 of Limited Tax Revenue Bonds, Series 2018 were issued on June 1, 2018 to improve roads, streets and bridges including drainage and other improvements associated therein. The bonds bear interest at 3.83 percent and are payable through 2038. These bonds are being retired from the Certificates of Indebtedness Sinking Funds.	9,825,000
\$10,000,000 of Limited Tax Revenue Bonds, Series 2019 were issued on September 4, 2019 to improve roads, streets and bridges including drainage and other improvements associated therein. The bonds bear interest at 3.35 percent and are payable through 2039. These bonds are being retired from the Certificates of Indebtedness Sinking Fund.	9,835,000
\$11,500,000 Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds (St. Mary Parish GOMESA Project) Series 2019 Bonds were issued on July 23, 2019. These bonds were issued for the purpose of coastal restoration and other activities and endeavors permitted un the provisions of GOMESA. The bonds bear interest at 4.40% and are payable through 2045. These bonds are being retired from GOMESA Debt Service Fund with GOMESA revenues received each year.	\$11,500,000
Accrued compensated absences-all noncurrent	<u>234,000</u>
Total Governmental Activity Debt	<u>\$42,695,576</u>

NOTE 13 - LONG TERM DEBT (continued)

Business-type Activities:

As of December 31, 2020, the long-term debt payable from proprietary fund resources consisted of the following:

\$6,010,000 of Solid Waste Sales Refunding Tax Bonds, Series 2017, were issued on July 13, 2017 for the purpose of constructing and acquiring improvements at the parish landfill. The certificates bear interest of 1.75 to 5 percent and are payable through the year 2028. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund \$5,990,000

Plus original issue premium 417,124

\$4,945,000 of Solid Waste Sales Tax Bonds, Series 2013, were issued on April 9, 2013 for the partial refunding of Solid Waste Bonds, Series 2008. The Certificates bear interest of 2.0 to 3.25 percent and payable through the year 2024. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund 2,105,000

Total Enterprise Indebtedness \$8,512,124

NOTE 13 - LONG TERM DEBT (continued)

At December 31, 2020, \$14,625,000 of outstanding bonds are considered defeased.

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

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

Long-term liability activity for the year ended December 31, 2020, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation Debt	\$ 7,098,000	\$ 6,060,000	\$ (4,918,000)	\$ 8,240,000	\$ 790,000
Revenue bonds	35,300,000		(1,260,000)	34,040,000	1,300,000
Original issue premium	27,376	178,000	(23,800)	181,576	23,800
Total bonds payable	<u>42,425,376</u>	<u>6,238,000</u>	<u>(6,201,800)</u>	<u>42,461,576</u>	<u>2,113,800</u>
Other liabilities:					
Compensated absences	274,000	-	(40,000)	234,000	-
Total other liabilities	<u>274,000</u>	<u>-</u>	<u>(40,000)</u>	<u>234,000</u>	<u>-</u>
Governmental activities long-term liabilities	<u>\$ 42,699,376</u>	<u>\$ 6,238,000</u>	<u>\$ (6,241,800)</u>	<u>\$ 42,695,576</u>	<u>\$ 2,113,800</u>
Business-type Activities					
Bonds payable:					
Landfill debt	\$ 8,950,000	\$ -	\$ (855,000)	\$ 8,095,000	\$ 880,000
Original issue premium	481,124	-	(64,000)	417,124	64,000
Business-type activities long-term liabilities	<u>\$ 9,431,124</u>	<u>\$ -</u>	<u>\$ (919,000)</u>	<u>\$ 8,512,124</u>	<u>\$ 944,000</u>

NOTE 13 - LONG TERM DEBT (continued)

Debt Maturity

Debt service requirements (excluding compensated absences and premiums or discounts) at December 31, 2020 were as follows:

Year Ended December 31,	Governmental Activities - Bonds			
	General Obligation		Revenue Bonds	
	Principal	Interest	Principal	Interest
2021	\$ 790,000	\$ 82,445	\$ 1,300,000	\$ 1,265,214
2022	745,000	64,700	1,705,000	1,225,071
2023	780,000	44,100	1,765,000	1,168,839
2024	805,000	38,200	1,815,000	1,110,036
2025	825,000	32,000	1,450,000	1,048,866
2026-2029	3,030,000	59,600	5,235,000	3,705,232
2030-2034	1,265,000	-	7,780,000	3,401,950
2035-2044	-	-	12,990,000	2,251,153
Total	<u>\$ 8,240,000</u>	<u>\$ 321,045</u>	<u>\$ 34,040,000</u>	<u>\$ 15,384,339</u>

	Business-type Activities Solid Waste		Council's Total Debt		
	Landfill Debt		Principal	Interest	Total
	Principal	Interest			
2021	\$ 880,000	\$ 287,726	\$ 2,970,000	\$ 1,635,385	\$ 4,605,385
2022	905,000	265,407	3,355,000	1,555,178	4,910,178
2023	930,000	241,269	3,475,000	1,454,208	4,929,208
2024	955,000	231,244	3,575,000	1,379,480	4,954,480
2025	1,030,000	181,786	3,305,000	1,262,652	4,567,652
2026-2029	3,395,000	224,850	11,660,000	3,989,682	15,649,682
2030-2034	-	-	9,045,000	3,401,950	12,446,950
2035-2044	-	-	12,990,000	2,251,153	15,241,153
	<u>\$ 8,095,000</u>	<u>\$ 1,432,282</u>	<u>\$ 50,375,000</u>	<u>\$ 17,137,666</u>	<u>\$ 67,512,666</u>

NOTE 14- CAPITAL LEASE

In the prior years, the Council entered into a long-term lease purchase agreement for construction equipment totaling \$519,623. The term of the lease is 60 months beginning January 15, 2017 and ending December 15, 2021. The Council is to pay \$9,581 each month beginning January 15, 2017.

During the current year, the Council entered into an additional long-term, 5 year, lease purchase agreement for construction equipment totaling \$186,506. The Council is to pay \$41,249 beginning June 1, 2021 and ending June 1, 2025.

These agreements qualified as a capital lease for accounting purposes and therefore the obligation was recorded at the present value of the future minimum lease payments as of the lease inception.

As of December 31, 2020, the equipment acquired with these capital leases is reported at \$428,667 (\$706,129 less \$277,462 for accumulated amortization) in the Statement of Net Position as equipment and furniture.

In the year 2020, \$82,777 of amortization was taken on the equipment.

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2020 is as follows:

Year ending December 31

2021	\$156,228
2022	41,249
2023	41,249
2024	41,249
2025	<u>41,249</u>
Total minimum lease payments	\$321,224
Less: Interest portion	<u>(21,894)</u>
Present value of minimum lease payments	<u>\$299,330</u>

NOTE 15 - CONDUIT DEBT OBLIGATION AND ECONOMIC DEVELOPMENT GRANTS

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

LEDC assists these private businesses by issuing grants to the Council, that the Council in turn uses to acquire assets to be leased to the private businesses. The businesses agree to use the assets to create a specified number of new jobs. At the end of the lease, the assets become the property of the business. If the businesses fail to create the agreed number of new jobs, the LEDC may require repayment of the grant by the business. During 2020 the LEDC and the Council were assisting a local business under this program.

In 2007 the I D Board issued \$2.1 million of Tax Exempt Revenue Bonds to assist with the development of a new business. These Bonds are secured solely by properties owned by the business and revenues earned by the business and a guarantee by its affiliated company. In 2009, all of the approved bond proceeds had been drawn and utilized by the Company and the project was complete. The Company began making principle payments in 2010 and the outstanding balance of the debt was \$626,883 at December 31, 2020.

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

At December 31, 2020, \$626,883 of conduit debt was outstanding.

NOTE 16 - VENTURES WITH OTHER GOVERNMENTS

The Council is participating in an agreement with the City of Franklin (City) for the operation of sewerage facilities for the City and surrounding Parish areas. The City government operates the system including budgetary and financial matters and the Council does not participate in the operation or management of the system. The Council reimburses the City for thirty percent of the operating costs. The Council, in turn, is reimbursed for 33% of its share by St. Mary Parish Water and Sewer Commission No. 4. The fiscal year for the project ends April 30, 2020.

Total revenues for the year ended April 30, 2020, were approximately \$220,000; total expenditures were approximately \$362,000. Separate balance sheet amounts are not readily available at year end.

The City maintains separate financial information for this project, which is included in its financial report for the year ended April 30, 2020, which is available from the Chief Financial Officer of the City of Franklin.

The City, Parish, and the St. Mary Parish Consolidated Drainage District No. 1 (District) have agreed to set up a fund for maintenance of the Yokely Pumping Station. Each of the three is to place in a Capital Maintenance Fund money in the amount of \$3,333 per year until the amount reaches the sum of \$50,000. At any time the fund falls below \$50,000 each entity is to replenish the fund on the same equal basis up to \$50,000. The District is in charge of overseeing the Capital Maintenance Fund. The District maintains separate financial information for this project, which is included in its financial report for the year ended September 30, 2020, which is available from the Clerk of the St. Mary Parish Council. Total revenues for the year ended September 30, 2020, were approximately \$3,333; total expenditures were approximately \$18,000. At September 30, 2020, total assets were approximately \$36,000 and the total fund balance was approximately \$32,000.

In 2009 the City, the Council, and the District entered into another intergovernmental agreement with the State of Louisiana to fund Phase II of the Yokely Project. The total estimated cost of this phase of the project is \$1,666,650, with the State's share being 70% of the cost or \$1,166,650 and the local share of the project being 30% or \$500,000. The City, the Council, and the District are each responsible for one-third of the local share. The Council has made payments totaling approximately \$264,000 through 2020. The City is in charge of overseeing the project until completion and will maintain financial information on the project which will be available from the City's Chief Financial Officer.

The Council entered into an agreement with Franklin City Court to provide 34% of the operation expenses for the Court and Marshal's office. The Council's share totaled approximately \$126,000 in 2020.

NOTE 17 - PENSION PLAN

Plan Description

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

Benefits Provided

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

Retirement Benefits

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

For employees hired prior to January 1, 2007:

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

For employees hired after January 1, 2007:

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

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

Survivor Benefits

Upon the death of any member with five or more years of creditable service who is not eligible for retirement, the plan provides for benefits for the surviving spouse and minor children, as outlined in the statutes. Any member who is eligible for normal retirement at time of death, the surviving spouse shall receive benefits, as outlined in the statutes.

A surviving spouse who is not eligible for Social Security survivorship or retirement benefits, and married not less than twelve months immediately preceding death of the member, shall be paid benefits beginning at age 50.

NOTE 17 - PENSION PLAN (continued)

Deferred Retirement Option Plan.

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

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

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

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

Disability Benefits.

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

Cost of Living Increases.

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

NOTE 17 - PENSION PLAN (continued)

Contributions

According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2019, the actuarially determined contribution rate was 12.18% of member's compensation. However, the actual rate for the fiscal year ending December 31, 2019 was 11.5%. Contributions to the Pension Plan from the Council were \$630,150 for the year ended December 31, 2020.

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

At December 31, 2020, the Council reported a liability of \$43,606 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuations as of that date. The Council's proportion of the net pension liability was based on a projection of the Council's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2019, the Council's proportion was 0.926320%, which was a decrease of 0.013958% from its proportion measured as of December 31, 2018. For the year ended December 31, 2020, the Council recognized pension expense of \$833,500. The Council recognized revenue of \$74,960 as its proportionate share of non-employer contributions for the year ended December 31, 2020.

NOTE 17 - PENSION PLAN (continued)

At December 31, 2020, the Council reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience		\$390,368
Changes of assumptions	\$609,014	
Net difference between projected and actual investment earnings on pension plan investments		1,634,584
Change in proportion and differences between fund's contributions and proportionate share of contributions	6,324	22,740
Fund's contributions subsequent to the measurement date	<u>631,117</u>	<u> </u>
	<u>\$1,246,455</u>	<u>\$2,047,692</u>

The Council's amount reported as deferred outflows of revenues from contributions subsequent to the measurement date will be recognized as a reduction of net pension liability (or an increase in net pension asset) in the year ended December 31, 2021.

NOTE 17 - PENSION PLAN (continued)

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

Year Ending December 31:

2021	\$(323,423)
2022	(410,181)
2023	37,168
2024	(735,919)

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of December 31, 2019, are as follows:

Valuation Date	December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	6.50% (Net of investment expense)
Expected Remaining Service lives	4 years
Projected Salary Increases	4.75% (2.35% Merit/2.40% Inflation)
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increase not yet authorized by the Board of Trustees.
Mortality	Pub-2010 Public Retirement Plans Mortality Table for Health Retirees multiplied by 130% for males and 125% for females using MP2018 scale for annuitant and beneficiary mortality. For employees multiplied by 130% for males and 125% for females using MP2018 scale. Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females using MP2018 scale for disabled annuitants.

The mortality rate assumption used was set based upon an experience study performed on plan data for the period January 1, 2013 through December 31, 2017. The data was assigned credibility weighting and combined with a standard table to produce current levels of mortality. As a result of this study, mortality for employees was set equal to the Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale. In addition, mortality for annuitants and beneficiaries was set equal to the Pub-2010 Public Retirement Plans Mortality Table for Healthy Retirees multiplied by 130% for males and 125% for females each with full generational projection using the MP 2018 scale. For Disabled annuitants mortality was set equal to the Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale.

NOTE 17 - PENSION PLAN (continued)

Actuarial Assumptions (continued)

The investment rate of return was 6.50% for Plan A, which was no change from the rate used at December 31, 2018 of 6.50%. The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the Capital Asset Pricing Model, (CAPM) (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.00% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.18% for the year ended December 31, 2019.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
Fixed Income	35%	1.05%
Equity	52%	3.41%
Alternatives	11%	0.61%
Real Assets	2%	0.11%
Totals	<u>100%</u>	<u>5.18%</u>
Inflation		<u>2.0%</u>
Expected Arithmetic Nominal Return		<u>7.18%</u>

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers and non-employer contributing entities will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 17 - PENSION PLAN (continued)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) of the participating employers calculated using the discount rate of 6.50%, as well as what the employers' net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower 5.50% or one percentage point higher 7.50% than the current rate:

	1% Decrease <u>(5.50%)</u>	Current Discount Rate <u>(6.50%)</u>	1% Increase <u>(7.50%)</u>
Council's Proportionate Share of Net Pension Liability (Asset)	\$4,173,018	\$43,606	(\$3,869,270)

Payables to the Pension Plan

The Council recorded no accrued liabilities payable to the System for the year ended December 31, 2020.

The Parochial Employees' Retirement System of Louisiana issued a stand-alone audit report on its financial statements for the year ended December 31, 2019. Access to the audit report can be found on the System's website: www.persla.org or on the Office of Louisiana Legislative Auditor's official website: www.la.state.la.us.

NOTE 18 - OTHER POSTEMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan description – The St. Mary Parish Council (the Council) provides certain continuing health care and life insurance benefits for its retired employees. The St. Mary Parish's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Council. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the Council. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit*.

Benefits Provided – Medical benefits are provided through a comprehensive medical plan and are made available to employees upon actual retirement. Most employees are covered by the Parochial Employees' Retirement System of Louisiana, whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; age 60 and 10 years of service; or, age 65 and 7 years of service. For employees hired on and after January 1, 2007, retirement eligibility (D.R.O.P. entry) provisions are as follows: age 55 and 30 years of service; age 62 and 10 years of service; or, age 67 and 7 years of service.

NOTE 18 –OTHER POSTEMPLOYMENT BENEFITS (continued)

Employees covered by benefit terms – At December 31, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	68
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>170</u>
	<u>238</u>

Total OPEB Liability

The Parish’s total OPEB liability of \$19,622,427 was measured as of December 31, 2020 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs – The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	4.0%, including inflation
Discount rate	2.74% annually (Beginning of Year to Determine ADC)
	2.12%, annually (As of End of Year Measurement Date)
Healthcare cost trend rates	Flat 5.5% annually

The discount rate was based on the average of the Bond Buyers' 20 Year General Obligation municipal bond index as of December 31, 2020, the end of the applicable measurement period.

Mortality rates were based on the RP-2000 Table without projection with 50%/50% unisex blend.

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of ongoing evaluations of the assumptions from January 1, 2009 to December 31, 2020.

Changes in the Total OPEB Liability

Balance at December 31, 2019	<u>\$22,334,646</u>
Changes for the year:	
Service cost	543,106
Interest	603,786
Differences between expected and actual experience	(5,000,888)
Changes in assumptions	1,739,124
Benefit payments and net transfers	<u>(597,347)</u>
Net changes	<u>(2,712,219)</u>
Balance at December 31, 2020	<u>\$ 19,622,427</u>

NOTE 18 – OTHER POSTEMPLOYMENT BENEFITS (continued)

Changes of Assumptions. The discount rate as of December 31, 2019 was 2.74% and it changed to 2.12% as of December 31, 2020.

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the Parish, as well as what the Parish’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.12%) or 1-percentage-point higher (3.12%) than the current discount rate:

	1.0% Decrease (1.12%)	Current Discount Rate (2.12%)	1.0% Increase (3.12%)
Total OPEB liability	\$ 22,687,550	\$ 19,622,427	\$ 17,138,475

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the Parish, as well as what the Parish’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	\$ 17,643,245	\$ 19,622,427	\$ 22,089,701

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2020, the Parish recognized OPEB expense of \$857,848. At December 31, 2019, the Parish reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows</u> <u>of Resources</u>	<u>Deferred Inflows</u> <u>of Resources</u>
Differences between expected and actual experience	\$739,789	\$ (4,064,729)
Changes in assumptions	<u>4,722,236</u>	<u>(1,245,769)</u>
Total	<u>\$5,462,025</u>	<u>\$ (5,310,498)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Years ending December 31:</u>	
2021	\$(289,044)
2022	(289,044)
2023	(289,044)
2024	(289,044)
2025	363,309
Thereafter	\$944,395

NOTE 19 - COMMITMENTS

In late 2016, the Council renewed an agreement with the Belle of Orleans, LLC (Belle), a riverboat casino approved by parish voters to be berthed in and operate in Amelia, Louisiana, as the Amelia Belle. In lieu of the Council imposing an admission fee upon the Belle's patrons, the Belle has agreed to pay fees to the Council based upon a percentage of its net gaming proceeds for a period of ten years. Presently, the fee is \$1,400,000 annually.

In 2011, the Council was awarded a federal grant for approximately \$19,500,000 to be funded and expended over ten years for various infrastructure and housing redevelopment and rehabilitation projects throughout the parish. The total amount spent on the projects through 2020 is approximately \$19,250,000. The Council will continue to conduct these projects in future years.

In 2019, the Council issued \$10 million of Revenue Bonds. The proceeds of these bonds are being used for improving roads, streets and bridges, and other improvements associated therewith. Through 2020 the Council has entered into approximately \$7.4 million in contracts for work related to these projects. Approximately \$4.7 million was spent on these projects through 2020. The Council will continue to conduct these projects in the future.

In 2019, the Council issued \$11,500,000 of GOMESA Revenue Bonds. The proceeds of the bond will be used for coastal restoration and other activities and endeavors permitted under the provisions of GOMESA. Through 2020 the Council has entered into approximately \$9.2 million in contracts for work related to fourteen projects. Approximately \$4.2 million was spent on these projects through 2020.

NOTE 20 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS

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

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

Since the Council accepted solid wastes at the landfill site after October 1993, the Council will be responsible for meeting state and federal requirements on the portions of the landfill which operate after that time. Those requirements mandate not only rigid landfill closure requirements but also monitoring, remediation and containment requirements for thirty years after closure. For 2020 management, with the assistance of consulting engineers, has updated costs for closure of the landfill to be approximately \$12,170,000. In 2020 the costs for postclosure care, monitoring, and containment have been updated to be approximately \$3,280,000 (over thirty years). These updated costs for the current year are based upon inflationary factors.

NOTE 20 - 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.

GASB No. 18 also requires that current costs be adjusted when changes in closure or post closure care plans or landfill operating conditions increase or decrease the estimated costs. In addition changes in estimated cost should also account for inflationary factors. The current year estimates are based upon the inflationary changes and resulted an estimated increase in landfill closure costs of approximately \$220,000 and in landfill post closure care costs of approximately \$60,000 for a total increase of approximately \$280,000 in ultimate landfill closure and post closure care costs over the life of the landfill. The Council recognized \$390,000 in landfill closure costs during the current year based upon the amount of landfill space used.

As of December 31, 2020, the Council has recognized \$8,360,000 as the total estimated closure and postclosure care costs based upon the actual utilization through yearend compared to estimated total available usable landfill space as follows: Area 3 - 88%, Area 3A - 34%, and Area 4 - 36%. This leaves approximately \$7,090,000 of estimated closure and postclosure care costs remaining to be recognized in future years. It is estimated that the landfill will reach its capacity in approximately 30 years at the current rate of use.

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

The Council meets the federal and state financial assurance requirements for operations of landfills, under the financial test or "self-insurance" method. The Council has set aside approximately \$4,420,000 in restricted assets for closure or post closure care costs, which is reported with restricted assets on the balance sheet of the Reduction and Transfer Fund.

NOTE 21 - RELATED PARTY

The Council received payment from the St. Mary Parish Sales Tax Department of approximately \$10,000 for office rental payments in 2020.

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

St. Mary Parish Recreation District No. 3	\$65,000
St. Mary Parish Recreation District No. 4	40,097
Wax Lake East Drainage District	5,117

NOTE 21 - RELATED PARTY (continued)

The Council made a \$30,000 payment to St. Mary Parish Recreation No. 7 from the Wards 1,2,3,4,7 & 10 Sales Tax Fund during the year.

The Council made a payment from the Combined Sewer Construction Fund totaling \$361,809 to Water & Sewer Commission No. 4.

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

See Note 9 for the amounts payable to and receivable from Components at December 31, 2020.

NOTE 22 - RISK MANAGEMENT AND CONTINGENCIES

The Council is exposed to various risks of loss related to torts, theft or damage to assets, errors and omissions, injuries to employees and natural disasters. The Council has purchased commercial insurance to protect against loss from most of these perils. In addition, the Council provides certain medical and health care to parish prisoners. The Council has entered into a "Health Services Agreement" with a Commercial Health Care provider to provide certain medical care to prisoners on an ongoing basis for a monthly fee (a portion of which is reimbursed to the Council by the Sheriff). However the Council is still responsible for the hospitalization and certain other serious medical problems of the prisoners. During 2020 the Council paid \$800,000 and was reimbursed \$136,000 by the Sheriff under this agreement. In 2020, the Council paid an additional \$18,000 for hospitalization or other serious medical care.

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

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

The Council participates in a number of federally assisted programs. These programs are audited in accordance with the Single Audit Act of 1996. Audits of prior years have not resulted in any significant disallowed costs; however, grantor agencies may provide for further examinations.

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

NOTE 23 – SUBSEQUENT EVENTS

In April of 2021, the Council authorized the issuance of \$19,095,000 of Limited Tax Refunding Bonds. The proceeds of the bond will be used for the purpose of refunding the outstanding amounts of the Limited Tax Bonds, Series 2018 (\$9,505,000) and the Limited Tax Revenue Bonds, Series 2019 (\$9,490,000).

In May of 2021, the Council authorized the issuance of \$1,000,000 of Taxable Public Improvement Sales Tax Bonds. The proceeds of the bond will be used for the purpose of improving, equipping, and furnishing the Parish jail facilities.

REQUIRED SUPPLEMENTAL INFORMATION

ST. MARY PARISH COUNCIL

SCHEDULE OF THE COUNCIL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
 Parochial Employees Retirement System of Louisiana (Plan A)
 as of December 31, 2019 (The Plan Measurement Date)

	<u>12/30/19</u>	<u>12/30/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
Council's Proportion of the net pension liability (asset)	0.092632%	0.940278%	0.918222%	0.99130%	1.10693%	1.1396%
Amount of council's Proportionate share of the net pension liability (asset)	\$ 43,606	\$ 4,173,289	\$ (681,547)	\$ 2,041,589	\$ 2,913,768	\$ 301,282
Council's covered-employee payroll	5,434,112	5,724,217	5,586,519	6,080,187	6,346,977	6,035,133
Council's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.80%	72.91%	-12.20%	33.58%	45.91%	4.99%
Plan fiduciary net position as a percentage of the total pension liability	99.89%	88.86%	101.98%	94.15%	92.23%	99.15%

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

ST. MARY PARISH COUNCIL

SCHEDULE OF COUNCIL'S CONTRIBUTIONS
 Parochial Employees Retirement System of Louisiana (Plan) A
 For the Year Ended December 31, 2020

	<u>12/31/20</u>	<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>
Contractually required contribution	\$ 630,150	\$ 624,921	\$ 658,284	\$ 698,309	\$ 767,238	\$ 919,881
Contributions in relation to the contractually required contribution	<u>(630,150)</u>	<u>(624,921)</u>	<u>(658,284)</u>	<u>(698,309)</u>	<u>(767,238)</u>	<u>(919,881)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	5,144,082	5,434,112	5,724,217	5,586,519	6,080,187	6,343,977
Contribution as a percentage of covered employee payroll	12.20%	11.50%	11.50%	12.50%	12.62%	14.50%

Notes to Schedule:

Changes in Benefit Terms

There were no changes of benefit terms.

Changes in Assumptions

Fiscal Year ended	Discount Rate	Investment Rate of Return	Inflation Rate	Inflation Rate	Projected Salary Increase
2015	7.25%	7.25%	3.00%	3.00%	5.75%
2016	7.00%	7.00%	2.50%	2.50%	5.25%
2017	7.00%	7.00%	2.50%	2.50%	5.25%
2018	6.75%	6.75%	2.50%	2.50%	5.25%
2019	6.50%	6.50%	2.40%	2.40%	4.75%

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

ST. MARY PARISH COUNCIL
SCHEDULE OF CHANGES IN THE COUNCIL'S NET OPEB LIABILITY AND RELATED RATIOS
For the Year Ended December 31, 2020

	Year Ended December 31,		
	2020	2019	2018
Total OPEB Liability			
Service cost	\$ 543,106	\$ 484,289	\$ 544,183
Interest	603,786	672,022	604,744
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(5,000,888)	924,737	(85,358)
Changes of assumptions	1,739,124	4,163,671	(1,661,026)
Benefit payments	(597,347)	(601,724)	(581,332)
Net change in total OPEB liability	(2,712,219)	5,642,995	(1,178,789)
Total OPEB liability - beginning	22,334,646	16,691,651	17,870,440
Total OPEB liability - ending	\$ 19,622,427	\$ 22,334,646	\$ 16,691,651
Covered-employee payroll	\$ 5,463,749	\$ 5,552,373	\$ 5,338,820
Net OPEB liability as a percentage of covered-employee payroll	359.14%	402.25%	312.65%

Notes to Schedule:

No assets are accumulated in a trust that meets the criteria of GASB No. 75, paragraph 4.

Benefit Changes. There were no changes of benefit terms for the year ended December 31, 2020, 2019, and 2018.

Changes of Assumptions. The discount rate as of 12/31 was:

2020	2.12%
2019	2.94%
2018	4.10%

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

SUPPLEMENTARY INFORMATION NON-MAJOR GOVERNMENTAL FUNDS

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

SPECIAL REVENUE FUNDS

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

DEBT SERVICE FUNDS

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
 Nonmajor Governmental Funds - By Fund Type
 December 31, 2020

	Special Revenue <u>Funds</u>	Debt Service <u>Funds</u>	Total Nonmajor Governmental <u>Funds</u>
ASSETS			
Cash and cash equivalents	\$ 151,927	\$ 2,717,710	\$ 2,869,637
Investments	371,667	458,122	829,789
Receivables (net of allowances for uncollectibles)	11,010		11,010
Due from other governments	620,882	470,273	1,091,155
Advance to other funds	1,234,826		1,234,826
Other assets	<u>53,782</u>		<u>53,782</u>
Total assets	<u>\$ 2,444,094</u>	<u>\$ 3,646,105</u>	<u>\$ 6,090,199</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY			
Liabilities			
Accounts payable	\$ 398,718		\$ 398,718
Accrued liabilities	59,027		59,027
Advance from other funds	<u>185,939</u>	\$ 706,944	<u>892,883</u>
Total liabilities	<u>643,684</u>	<u>706,944</u>	<u>1,350,628</u>
Deferred inflows of resources related to debt	<u>56,770</u>	-	<u>56,770</u>
Total liabilities and deferred inflows	<u>700,454</u>	<u>706,944</u>	<u>1,407,398</u>
Fund equity			
Fund balances			
Restricted for			
Use in specific geographic areas	1,232,392		1,232,392
Debt services		2,262,758	2,262,758
Assigned for			
General Government	241,120		241,120
Public safety	34,838		34,838
Culture & recreation	146,008		146,008
Health & welfare	48,702		48,702
Urban redevelopment & housing	4,826		4,826
Debt services		522,106	522,106
Unassigned	<u>35,754</u>	<u>154,297</u>	<u>190,051</u>
Total fund equity	<u>1,743,640</u>	<u>2,939,161</u>	<u>4,682,801</u>
Total liabilities, deferred inflows, and fund equity	<u>\$ 2,444,094</u>	<u>\$ 3,646,105</u>	<u>\$ 6,090,199</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds - By Fund Type
 For the Year Ending December 31, 2020

	Special Revenue <u>Funds</u>	Debt Service <u>Funds</u>	Total Nonmajor Governmental <u>Funds</u>
REVENUES			
Taxes			
Sales and use	\$ 1,612,547	\$ 1,804,901	\$ 3,417,448
Ad Valorem		129,370	129,370
Intergovernmental revenues			
Federal	1,280,426		1,280,426
Medicaid	1,567,606		1,567,606
State	371,694		371,694
Local	135,815		135,815
Riverboat fees	1,400,000		1,400,000
Licenses & Permits	24,210		24,210
Fees, Charges, & Commission	154,016		154,016
Investment earnings & interest	13,763	26,087	39,850
Other revenues	30,961		30,961
	<u>6,591,038</u>	<u>1,960,358</u>	<u>8,551,396</u>
Total revenues			
EXPENDITURES			
Current:			
General government	2,235,705		2,235,705
Public safety	2,067,494		2,067,494
Public works	222,049		222,049
Culture & Recreation	232,102		232,102
Health & Welfare	1,157,188		1,157,188
Urban redevelopment & housing	402,997		402,997
Capital outlay	46,130		46,130
Debt service			
Principal		1,853,000	1,853,000
Interest		1,500,580	1,500,580
Fees		46,018	46,018
	<u>6,363,665</u>	<u>3,399,598</u>	<u>9,763,263</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>227,373</u>	<u>(1,439,240)</u>	<u>(1,211,867)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from refunding bonds		6,044,965	6,044,965
Payment to refunding bond escrow agent		(4,503,468)	(4,503,468)
Operating transfers in	975,840	3,304,778	4,280,618
Operating transfers out	(1,903,385)	(3,736,664)	(5,640,049)
	<u>(927,545)</u>	<u>1,109,611</u>	<u>182,066</u>
Total other financing sources (uses)			
Excess of revenues and other sources over expenditures and other uses	<u>(700,172)</u>	<u>(329,629)</u>	<u>(1,029,801)</u>
Fund balance (deficits) as previously stated	2,443,812	3,013,692	5,457,504
Prior period adjustment		255,098	255,098
Fund balance beginning of year as restated	<u>2,443,812</u>	<u>3,268,790</u>	<u>5,712,602</u>
Fund balance at end of year	<u>\$ 1,743,640</u>	<u>\$ 2,939,161</u>	<u>\$ 4,682,801</u>

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

ST. MARY PARISH COUNCIL

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

GAMING RECEIPT FUND

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

WITNESS FEE FUND

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

JUROR COMPENSATION FUND

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

WARDS 5 & 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, & 10 SALES TAX FUND

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

JAIL OPERATING AND MAINTENANCE FUND

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

16th JDC - ST. MARY PARISH DRUG COURT FUND

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

JOB READINESS PROGRAM FUND

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

BOAT LANDING PERMITS FUND

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

HOUSING PROGRAM

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

DWI COURT

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

DWI COURT - PATIENT FEE FUND

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

OJP ENHANCEMENT GRANT

The purpose of the Bureau of Justice Assistance (BJA) FY18 Adult Drug Court Discretionary Grant Program is to provide financial and technical assistance to implement and enhance drug courts and veterans treatment courts.

FAIRVIEW TREATMENT CENTER

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

CLAIRE HOUSE

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2020

ASSETS	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 &10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
Cash and cash equivalents	\$ 119			\$ 90,385				
Investments				226,020	\$ 144,571	\$ 852		
Accounts receivable						4,309	\$ 10	
Due from other governments				64,782	79,334	166,291	36,156	
Advance to other funds	63,536	\$ 97,943	\$ 143,177	262,397	381,326		147,424	\$ 4,651
Other assets					1			
Total assets	\$ 63,655	\$ 97,943	\$ 143,177	\$ 643,584	\$ 605,232	\$ 171,452	\$ 183,590	\$ 4,651
LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY								
Liabilities								
Accounts payable	\$ 46			\$ 6,606	\$ 8,680	\$ 133,385	\$ 7,182	
Accrued liabilities					1,138		12,630	
Advance from other funds						3,229	170,213	
Total liabilities	46	-	-	6,606	9,818	136,614	190,025	-
Deferred inflows of resources								
Total liabilities and deferred inflows	46	-	-	6,606	9,818	136,614	190,025	-
Fund equity (deficit)								
Fund balances (deficits)								
Restricted for use in specific geographic areas				636,978	595,414			
Assigned for								
General government		97,943	143,177					
Public safety						34,838		
Culture & Recreation								
Health & Welfare								4,651
Urban redevelopment & housing								
Unassigned	63,609						(6,435)	
Total fund equity (deficit)	63,609	97,943	143,177	636,978	595,414	34,838	(6,435)	4,651
Total liabilities, deferred inflows, and fund equity	\$ 63,655	\$ 97,943	\$ 143,177	\$ 643,584	\$ 605,232	\$ 171,452	\$ 183,590	\$ 4,651

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

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2020

ASSETS	Boat Landing Permit Fund	Housing Program	DWI Court	DWI Court - Patient Fee	OJP Enhancement Grant	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
Cash and cash equivalents	\$ 19,787	\$ 41,436					\$ 200	\$ 151,927
Investments	224							371,667
Accounts receivable		2,311				\$ 4,380		11,010
Due from other governments						249,501	24,818	620,882
Advance to other funds	125,997			\$ 8,375				1,234,826
Other assets			\$ 1			45,689	8,091	53,782
Total assets	\$ 146,008	\$ 43,747	\$ 1	\$ 8,375	\$ -	\$ 299,570	\$ 33,109	\$ 2,444,094
LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY								
Liabilities								
Accounts payable		\$ 1,629	\$ 686		\$ 3,523	\$ 225,142	\$ 11,839	\$ 398,718
Accrued liabilities			2,772		1,943	40,544		59,027
Advance from other funds			10,369		2,128			185,939
Total liabilities	-	1,629	13,827	-	7,594	265,686	11,839	643,684
Deferred inflows of resources		37,292				19,478		56,770
Total liabilities and deferred inflows	-	38,921	13,827	-	7,594	285,164	11,839	700,454
Fund equity (deficit)								
Fund balances (deficits)								
Restricted for use in specific geographic areas								1,232,392
Assigned for								
General government								241,120
Public safety								34,838
Culture & Recreation	146,008							146,008
Health & Welfare				8,375		14,406	21,270	48,702
Urban redevelopment & housing		4,826						4,826
Unassigned			(13,826)		(7,594)			35,754
Total fund equity (deficit)	146,008	4,826	(13,826)	8,375	(7,594)	14,406	21,270	1,743,640
Total liabilities, deferred inflows, and fund equity	\$ 146,008	\$ 43,747	\$ 1	\$ 8,375	\$ -	\$ 299,570	\$ 33,109	\$ 2,444,094

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ending December 31, 2020

	Gaming Receipt <u>Fund</u>	Witness Fee <u>Fund</u>	Juror Compensation <u>Fund</u>	Wards 5 & 8 Sales Tax <u>Fund</u>	Wards 1,2,3,4,7 & 10 Sales Tax <u>Fund</u>	Jail Operating & Maint. <u>Fund</u>	16th JDC- St. Mary Parish Drug Court	Job Readiness Program <u>Fund</u>
REVENUES								
Taxes								
Sales and use				\$ 298,338	\$ 443,784	\$ 870,425		
Intergovernmental revenues								
Federal							\$ 126,629	
Medicaid								
State							308,202	
Local						135,815		
Riverboat fees	\$ 1,400,000							
Licenses & Permits								
Fees, Charges, & Commission		\$ 48,542	\$ 44,366			2,361	4,223	\$ 4,852
Investment earnings & interest	3,385			3,641	3,160	2,032		
Other revenues	501				17,800		12,660	
Total revenues	<u>1,403,886</u>	<u>48,542</u>	<u>44,366</u>	<u>301,979</u>	<u>464,744</u>	<u>1,010,633</u>	<u>451,714</u>	<u>4,852</u>
EXPENDITURES								
Current:								
General government	1,070	44,870	6,360					
Public safety	35,185			3,000	44,523	1,984,786		
Public works				97,891	124,158			
Culture & Recreation				109,097	120,241			
Health & Welfare					23,423		436,781	967
Urban redevelopment & Housing								
Capital outlay								
Total expenditures	<u>36,255</u>	<u>44,870</u>	<u>6,360</u>	<u>209,988</u>	<u>312,345</u>	<u>1,984,786</u>	<u>436,781</u>	<u>967</u>
Excess (deficiency) of revenues over (under) expenditures	1,367,631	3,672	38,006	91,991	152,399	(974,153)	14,933	3,885
OTHER FINANCING SOURCES								
Operating transfers in		9,553				966,287		
Operating transfers out	(1,501,164)		(50,000)		(20,000)	(226,221)		
Total other financing sources (uses)	<u>(1,501,164)</u>	<u>9,553</u>	<u>(50,000)</u>	<u>-</u>	<u>(20,000)</u>	<u>740,066</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(133,533)	13,225	(11,994)	91,991	132,399	(234,087)	14,933	3,885
Fund balance (deficits) at beginning of year	<u>197,142</u>	<u>84,718</u>	<u>155,171</u>	<u>544,987</u>	<u>463,015</u>	<u>268,925</u>	<u>(21,368)</u>	<u>766</u>
Fund balance (deficits) at end of year	\$ <u>63,609</u>	\$ <u>97,943</u>	\$ <u>143,177</u>	\$ <u>636,978</u>	\$ <u>595,414</u>	\$ <u>34,838</u>	\$ <u>(6,435)</u>	\$ <u>4,651</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ending December 31, 2020

	Boat Landing Permit Fund	Housing Program	DWI Court	DWI Court - Patient Fee Fund	OJP Enhancement Grant	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
REVENUES								
Taxes								
Sales and use								\$ 1,612,547
Intergovernmental revenues								
Federal		\$ 400,916			\$ 92,371	\$ 214,519	\$ 445,991	1,280,426
Medicaid						1,567,606		1,567,606
State			\$ 63,492					371,694
Local								135,815
Riverboat fees								1,400,000
Licenses & Permits	\$ 24,210							24,210
Fees, Charges, & Commission	38,005			\$ 1,055		10,612		154,016
Investment earnings & interest	1,549		(6)	2				13,763
Other revenues								30,961
Total revenues	<u>63,764</u>	<u>400,916</u>	<u>63,486</u>	<u>1,057</u>	<u>92,371</u>	<u>1,792,737</u>	<u>445,991</u>	<u>6,591,038</u>
EXPENDITURES								
Current:								
General government						2,183,405		2,235,705
Public safety								2,067,494
Public works								222,049
Culture & Recreation	2,764							232,102
Health & Welfare			60,694		48,502		586,821	1,157,188
Urban redevelopment & Housing		402,997						402,997
Capital outlay	45,051					1,079		46,130
Total expenditures	<u>47,815</u>	<u>402,997</u>	<u>60,694</u>	<u>-</u>	<u>48,502</u>	<u>2,184,484</u>	<u>586,821</u>	<u>6,363,665</u>
Excess (deficiency) of revenues over (under) expenditures	15,949	(2,081)	2,792	1,057	43,869	(391,747)	(140,830)	227,373
OTHER FINANCING SOURCES								
Operating transfers in								975,840
Operating transfers out	(106,000)							(1,903,385)
Total other financing sources (uses)	<u>(106,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(927,545)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(90,051)	(2,081)	2,792	1,057	43,869	(391,747)	(140,830)	(700,172)
Fund balance (deficits) at beginning of year	<u>236,059</u>	<u>6,907</u>	<u>(16,618)</u>	<u>7,318</u>	<u>(51,463)</u>	<u>406,153</u>	<u>162,100</u>	<u>2,443,812</u>
Fund balance (deficits) at end of year	<u>\$ 146,008</u>	<u>\$ 4,826</u>	<u>\$ (13,826)</u>	<u>\$ 8,375</u>	<u>\$ (7,594)</u>	<u>\$ 14,406</u>	<u>\$ 21,270</u>	<u>\$ 1,743,640</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Gaming Receipt Fund
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Riverboat fees	\$ 1,400,000	\$ 1,400,000	\$ 1,400,000	\$ -
Investment earnings & interest	3,000	3,000	3,385	385
Other revenues			501	501
Total revenues	<u>1,403,000</u>	<u>1,403,000</u>	<u>1,403,886</u>	<u>886</u>
EXPENDITURES				
Current:				
General government	187,395	2,395	1,070	1,325
Public safety	96,000	96,000	35,185	60,815
Total expenditures	<u>283,395</u>	<u>98,395</u>	<u>36,255</u>	<u>62,140</u>
Excess of revenues over expenditures	<u>1,119,605</u>	<u>1,304,605</u>	<u>1,367,631</u>	<u>63,026</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out				
General Fund	(640,000)	(905,000)	(905,000)	-
Jail Operating & Maintenance Fund	(525,000)	(525,000)	(525,000)	-
Certificate of Indebtedness Sinking Fund	<u>(71,164)</u>	<u>(71,164)</u>	<u>(71,164)</u>	-
Total other financing sources (uses)	<u>(1,236,164)</u>	<u>(1,501,164)</u>	<u>(1,501,164)</u>	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(116,559)	(196,559)	(133,533)	63,026
Fund balance at beginning of year	<u>439,445</u>	<u>197,142</u>	<u>197,142</u>	-
Fund balance at end of year	<u>\$ 322,886</u>	<u>\$ 583</u>	<u>\$ 63,609</u>	<u>\$ 63,026</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Witness Fee Fund
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Fees, Charges, & Commission	\$ 55,000	\$ 50,000	\$ 48,542	\$ (1,458)
Total revenues	<u>55,000</u>	<u>50,000</u>	<u>48,542</u>	<u>(1,458)</u>
EXPENDITURES				
Current:				
General government				
Witness Fees	21,500	5,500	3,395	2,105
Payment to 16th JDC Crimnal Court Fund		<u>41,475</u>	<u>41,475</u>	<u>-</u>
Total expenditures	<u>21,500</u>	<u>46,975</u>	<u>44,870</u>	<u>2,105</u>
Excess revenues over expenditures	<u>33,500</u>	<u>3,025</u>	<u>3,672</u>	<u>647</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
General Fund		<u>9,553</u>	<u>9,553</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>9,553</u>	<u>9,553</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	33,500	12,578	13,225	647
Fund balance at beginning of year	<u>70,000</u>	<u>84,718</u>	<u>84,718</u>	<u>-</u>
Fund balance at end of year	<u>\$ 103,500</u>	<u>\$ 97,296</u>	<u>\$ 97,943</u>	<u>\$ 647</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Juror Compensation Fund
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Fees, Charges, & Commission	\$ 50,000	\$ 45,000	\$ 44,366	\$ (634)
Total revenues	<u>50,000</u>	<u>45,000</u>	<u>44,366</u>	<u>(634)</u>
EXPENDITURES				
Current:				
General government	<u>25,000</u>	<u>10,000</u>	<u>6,360</u>	<u>3,640</u>
Total expenditures	<u>25,000</u>	<u>10,000</u>	<u>6,360</u>	<u>3,640</u>
Excess revenues over expenditures	<u>25,000</u>	<u>35,000</u>	<u>38,006</u>	<u>3,006</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out				
General Fund			<u>(50,000)</u>	<u>50,000</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(50,000)</u>	<u>(50,000)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	25,000	35,000	(11,994)	(46,994)
Fund balance at beginning of year	<u>180,000</u>	<u>199,940</u>	<u>155,171</u>	<u>(44,769)</u>
Fund balance at end of year	<u>\$ 205,000</u>	<u>\$ 234,940</u>	<u>\$ 143,177</u>	<u>\$ (91,763)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Wards 5 & 8 Sales Tax Fund
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Taxes				
Sales and use	\$ 244,000	\$ 284,000	\$ 298,338	\$ 14,338
Investment earnings & interest	<u>6,000</u>	<u>6,000</u>	<u>3,641</u>	<u>(2,359)</u>
Total revenues	<u>250,000</u>	<u>290,000</u>	<u>301,979</u>	<u>11,979</u>
EXPENDITURES				
Current:				
General government	3,300	3,300		3,300
Public safety				
Fire fighting	10,000	10,000	3,000	7,000
Public works				
Street lighting	57,000	57,000	51,865	5,135
Wax Lake East Drainage District	12,000	12,000	5,117	6,883
Bayou Vista Area Sidewalks	43,000	43,000	40,909	2,091
Culture & Recreation				
Town of Berwick	3,000	3,000	3,000	-
Other	13,450	13,450	1,000	12,450
Recreation District #3	65,000	65,000	65,000	-
Recreation District #4	<u>50,000</u>	<u>50,000</u>	<u>40,097</u>	<u>9,903</u>
Total expenditures	<u>256,750</u>	<u>256,750</u>	<u>209,988</u>	<u>46,762</u>
Excess (deficiency) of revenues over (under) expenditures	(6,750)	33,250	91,991	58,741
Fund balance at beginning of year	<u>504,898</u>	<u>611,036</u>	<u>544,987</u>	<u>(66,049)</u>
Fund balance at end of year	<u>\$ 498,148</u>	<u>\$ 644,286</u>	<u>\$ 636,978</u>	<u>\$ (7,308)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Wards 1, 2, 3, 4, 7, & 10 Sales Tax Fund
 For the Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$ 350,000	\$ 440,000	\$ 443,784	\$ 3,784
Investment earnings & interest	1,500	1,500	3,160	1,660
Other revenues			17,800	17,800
Total revenues	<u>351,500</u>	<u>441,500</u>	<u>464,744</u>	<u>23,244</u>
EXPENDITURES				
Current:				
Public safety				
Fire fighting	50,523	54,523	44,523	10,000
Public works				
Street lighting	136,000	126,000	104,158	21,842
Other		20,000	20,000	-
Culture & Recreation				
Elizabeth B. Davis Park	52,253	41,253	32,761	8,492
Hebert-Washington Park	73,774	51,274	38,279	12,995
City of Franklin	8,334	21,334	15,000	6,334
St. Joseph Recreation Area	1,200	1,200	610	590
Recreation District #5		7,500		7,500
Recreation District #7	30,000	30,000	30,000	-
Sorrell Park	500	500	381	119
Enrichment Programs	23,750	23,750		23,750
Other	1,000	3,139	3,210	(71)
Health & Welfare				
St. Mary Community Action Agency		20,000	20,000	-
General Assistance	3,000	3,000	3,423	(423)
Total expenditures	<u>380,334</u>	<u>403,473</u>	<u>312,345</u>	<u>91,128</u>
Excess (deficiency) of revenues over (under) expenditures	(28,834)	38,027	152,399	114,372
OTHER FINANCING SOURCES				
Operating transfers out				
Capital Improvement		(20,000)	(20,000)	-
Total other financing sources (uses)		(20,000)	(20,000)	-
Net change in fund balance	(28,834)	18,027	132,399	114,372
Fund balance at beginning of year	<u>368,856</u>	<u>520,103</u>	<u>463,015</u>	<u>(57,088)</u>
Fund balance at end of year	<u>\$ 340,022</u>	<u>\$ 538,130</u>	<u>\$ 595,414</u>	<u>\$ 57,284</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Jail Operating & Maintenance Fund
 For the Year Ended December 31, 2020

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Taxes				
Sales and use	\$ 825,000	\$ 860,000	\$ 870,425	\$ 10,425
Local				
Sheriff	150,000	125,000	135,815	10,815
Fees, Charges, & Commission	2,000	2,000	2,361	361
Investment earnings & interest	<u>2,000</u>	<u>2,000</u>	<u>2,032</u>	<u>32</u>
Total revenues	<u>979,000</u>	<u>989,000</u>	<u>1,010,633</u>	<u>21,633</u>
EXPENDITURES				
Current:				
Public safety				
Administration	593,000	563,000	536,855	26,145
Adult Correctional Institution	1,295,000	1,277,100	1,280,650	(3,550)
Cost for Juvenile Prisoners	30,000	20,000	8,157	11,843
Adult Correctional Institution - Morgan City Jail	<u>210,000</u>	<u>185,000</u>	<u>159,124</u>	<u>25,876</u>
Total expenditures	<u>2,128,000</u>	<u>2,045,100</u>	<u>1,984,786</u>	<u>60,314</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,149,000)</u>	<u>(1,056,100)</u>	<u>(974,153)</u>	<u>81,947</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in				
General Fund	291,000	141,000	41,000	(100,000)
Gaming Receipt Fund	525,000	525,000	525,000	-
Jail Sinking Fund	395,210	400,287	400,287	-
Operating transfers out				
Jail Sinking Fund	(71,816)	(215,448)	(215,448)	-
Jail Reserve Fund	<u>(3,591)</u>	<u>(10,773)</u>	<u>(10,773)</u>	<u>-</u>
Total other financing sources (uses)	<u>1,135,803</u>	<u>840,066</u>	<u>740,066</u>	<u>(100,000)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(13,197)	(216,034)	(234,087)	18,053
Fund balance at beginning of year	<u>205,000</u>	<u>268,925</u>	<u>268,925</u>	<u>-</u>
Fund balance at end of year	<u>\$ 191,803</u>	<u>\$ 52,891</u>	<u>\$ 34,838</u>	<u>\$ 18,053</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 16th JDC - St. Mary Parish Drug Court
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Federal grant	\$ 90,000	\$ 79,500	\$ 126,629	\$ 47,129
State grant	360,000	320,500	308,202	(12,298)
Patient fees	15,000	15,000	4,223	(10,777)
Other revenues			12,660	12,660
Total revenues	<u>465,000</u>	<u>415,000</u>	<u>451,714</u>	<u>36,714</u>
EXPENDITURES				
Current				
Health and welfare				
Personal services and benefits	298,345	227,054	273,337	(46,283)
Operating services	78,065	80,517	91,073	(10,556)
Supplies	10,050	13,233	3,094	10,139
Professional services	60,540	57,972	48,001	9,971
Lab fees		5,770	2,323	3,447
Acq. Off. Eq/Furn. & Fixt.	5,000	17,454	12,454	5,000
COVID Expenses			5,567	(5,567)
Travel	3,000	3,000	932	2,068
Total expenditures	<u>455,000</u>	<u>405,000</u>	<u>436,781</u>	<u>(31,781)</u>
Excess (deficiency) of revenues over (under) expenditures	10,000	10,000	14,933	4,933
Fund balance (deficit) at beginning of year	<u>28,000</u>	<u>28,000</u>	<u>(21,368)</u>	<u>(49,368)</u>
Fund balance (deficit) at end of year	<u>\$ 38,000</u>	<u>\$ 38,000</u>	<u>\$ (6,435)</u>	<u>\$ (44,435)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Job Readiness Program Fund
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$ 850	\$ 850	\$ 4,852	\$ 4,002
Total Revenues	<u>850</u>	<u>850</u>	<u>4,852</u>	<u>4,002</u>
EXPENDITURES				
Current:				
Health & Welfare	<u>800</u>	<u>800</u>	<u>967</u>	<u>(167)</u>
Total expenditures	<u>800</u>	<u>800</u>	<u>967</u>	<u>(167)</u>
Excess (deficiency) of revenues over (under) expenditures	50	50	3,885	3,835
Fund balance at the beginning of year	<u>65</u>	<u>77</u>	<u>766</u>	<u>(689)</u>
Fund balance at the end of year	<u>\$ 115</u>	<u>\$ 127</u>	<u>\$ 4,651</u>	<u>\$ 3,146</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Boat Landing Permit Fund
For the Year Ended December 31, 2020

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Licenses & permits	\$ 20,000	\$ 20,000	\$ 24,210	\$ 4,210
Fees, Charges, & Commission	50,250	50,750	38,005	(12,745)
Investment earnings & interest	2,000	2,000	1,549	(451)
Total revenues	<u>72,250</u>	<u>72,750</u>	<u>63,764</u>	<u>(8,986)</u>
EXPENDITURES				
Current:				
Culture & Recreation	1,500	2,500	2,764	(264)
Capital outlay	<u>105,500</u>	<u>64,500</u>	<u>45,051</u>	<u>19,449</u>
Total expenditures	<u>107,000</u>	<u>67,000</u>	<u>47,815</u>	<u>19,185</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(34,750)</u>	<u>5,750</u>	<u>15,949</u>	<u>10,199</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out				
General fund	-	(105,000)	(106,000)	(1,000)
Total other financing srouces (uses)	<u>-</u>	<u>(105,000)</u>	<u>(106,000)</u>	<u>(1,000)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(34,750)</u>	<u>(99,250)</u>	<u>(90,051)</u>	<u>9,199</u>
Fund balance at beginning of year	<u>295,000</u>	<u>314,605</u>	<u>236,059</u>	<u>(78,546)</u>
Fund balance at end of year	<u>\$ 260,250</u>	<u>\$ 215,355</u>	<u>\$ 146,008</u>	<u>\$ (69,347)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
Housing Program (Non GAAP Basis)
For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Federal grants	\$ 398,500	\$ 436,117	\$ 438,388	\$ 2,271
Investment earnings & interest	-	-	111	111
Other revenues	-	-	34	34
Total revenues	<u>398,500</u>	<u>436,117</u>	<u>438,533</u>	<u>2,416</u>
EXPENDITURES				
Housing assistance and administrative	<u>398,500</u>	<u>398,500</u>	<u>402,997</u>	<u>(4,497)</u>
Total expenditures	<u>398,500</u>	<u>398,500</u>	<u>402,997</u>	<u>(4,497)</u>
Excess of revenues over expenditures (Non GAAP Basis)	<u>-</u>	<u>37,617</u>	<u>35,536</u>	<u>(2,081)</u>
Reconciliation of Non-GAAP to GAAP Basis				
Less: Revenues-Cares Act			<u>(37,617)</u>	
Excess (deficiency) of revenues over expenditures (GAAP Basis)			<u>\$ (2,081)</u>	

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
DWI Court
For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget Positive (Negative)</u>
REVENUES				
Federal grant	\$ 65,000	\$ 65,000	\$ 63,492	\$ (1,508)
Interest earnings			(6)	(6)
Total Revenue	<u>65,000</u>	<u>65,000</u>	<u>63,486</u>	<u>(1,514)</u>
EXPENDITURES				
Health & welfare	<u>65,000</u>	<u>65,000</u>	<u>60,694</u>	<u>4,306</u>
Total Expenditure	<u>65,000</u>	<u>65,000</u>	<u>60,694</u>	<u>4,306</u>
Excess of (deficiency) of revenues over (under) expenditures	-	-	2,792	2,792
Fund balance at beginning of year		<u>599</u>	<u>(16,618)</u>	<u>(17,217)</u>
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ 599</u>	<u>\$ (13,826)</u>	<u>\$ (14,425)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 DWI Court - Patient Fee Fund
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Fees, charges, & commission	\$ 450	\$ 450	\$ 1,055	\$ 605
Investment earnings & interest	<u>45</u>	<u>45</u>	<u>2</u>	<u>(43)</u>
Total revenues	<u>495</u>	<u>495</u>	<u>1,057</u>	<u>562</u>
EXPENDITURES				
Health & Welfare	<u>1,300</u>	<u>1,300</u>	<u>-</u>	<u>1,300</u>
Total expenditures	<u>1,300</u>	<u>1,300</u>	<u>-</u>	<u>1,300</u>
Excess (deficiency) of revenues over (under) expenditures	(805)	(805)	1,057	1,862
Fund balance at beginning of year	<u>6,460</u>	<u>6,827</u>	<u>7,318</u>	<u>491</u>
Fund balance at end of year	<u>\$ 5,655</u>	<u>\$ 6,022</u>	<u>\$ 8,375</u>	<u>\$ 2,353</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 OJP Enhancement Grant
 For the Year Ended December 31, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Other revenues	\$ 130,000	\$ 112,110	\$ 92,371	\$ (19,739)
Total revenues	<u>130,000</u>	<u>112,110</u>	<u>92,371</u>	<u>(19,739)</u>
EXPENDITURES				
Current				
Health & welfare	<u>129,686</u>	<u>60,333</u>	<u>48,502</u>	<u>11,831</u>
Total expenditures	<u>129,686</u>	<u>60,333</u>	<u>48,502</u>	<u>11,831</u>
Excess (deficiency) of revenues over (under) expenditures	<u>314</u>	<u>51,777</u>	<u>43,869</u>	<u>(7,908)</u>
Fund balance (deficit) at beginning of year	<u>-</u>	<u>-</u>	<u>(51,463)</u>	<u>(51,463)</u>
Fund balance (deficit) at end of year	<u>\$ 314</u>	<u>\$ 51,777</u>	<u>\$ (7,594)</u>	<u>\$ (59,371)</u>

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

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule (Non GAAP Basis)
 Fairview Treatment Center
 For the Year Ended December 31, 2020

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Federal grant		\$ 206,735	\$ 206,735	\$ -
Medicaid	\$ 2,308,517	1,570,860	1,567,606	(3,254)
Patient fees	2,000	11,918	4,152	(7,766)
Total revenues	<u>2,310,517</u>	<u>1,789,513</u>	<u>1,778,493</u>	<u>(11,020)</u>
EXPENDITURES				
Current				
General Government				
Facility fees	377,035	344,020	341,534	2,486
Laboratory fees	5,500	2,872	2,872	
Personal services	1,405,060	1,311,993	1,311,982	11
Professional fees	419,500	394,354	397,047	(2,693)
Supplies	58,700	55,257	71,783	(16,526)
Travel	7,000	1,540	1,540	-
Capital outlay	35,722	25,379		25,379
Total expenditures	<u>2,308,517</u>	<u>2,135,415</u>	<u>2,126,758</u>	<u>8,657</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,000</u>	<u>(345,902)</u>	<u>(348,265)</u>	<u>2,363</u>
Net change in fund balance - Non-GAAP Basis	<u>2,000</u>	<u>(345,902)</u>	<u>(348,265)</u>	<u>2,363</u>
Reconciliation of Non-GAAP (Cash) Budget Basis to GAAP Basis:				
Revenues - Difference			\$ 14,244	
Expenditures - Differences				
Bad debts			(50,397)	
Facility fees			2,766	
Personal services			(3,391)	
Professional fees			2,675	
Supplies			(8,300)	
Capital Outlay			(1,079)	
Total difference in expenditures			<u>(57,726)</u>	
Net change in fund balance - GAAP Basis			\$ <u>(391,747)</u>	

Note on Budgeting Basis:

Fairview Treatment Center budgets on a cash basis rather than on GAAP Basis.

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule
 Claire House
 For the Year Ended December 31, 2020

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
REVENUES				
Federal grant	\$ 579,363	\$ 579,363	\$ 445,991	\$ (133,372)
Total revenues	<u>579,363</u>	<u>579,363</u>	<u>445,991</u>	<u>(133,372)</u>
EXPENDITURES				
Current				
Health and welfare				
Personal services and benefits	413,363	429,403	432,813	(3,410)
Operating services	148,500	136,360	135,155	1,205
Supplies	12,000	10,400	10,800	(400)
Professional services	3,000	2,500	2,263	237
Capital Outlay	2,500	700	5,790	(5,090)
Total expenditures	<u>579,363</u>	<u>579,363</u>	<u>586,821</u>	<u>(7,458)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(140,830)</u>	<u>(140,830)</u>
Fund balance at beginning of year	<u>162,100</u>	<u>162,100</u>	<u>162,100</u>	<u>-</u>
Fund balance at end of year	<u>\$ 162,100</u>	<u>\$ 162,100</u>	<u>\$ 21,270</u>	<u>\$ (140,830)</u>

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

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

SALES TAX BOND SINKING FUND

The Sales Tax Bond Sinking Fund accounts for the Council's share of a one percent sales tax which is to be used for the retirement the 2011 bond issue totaling \$6,865,000, the 2020 bond issue totaling \$3,960,000 and the 2020A bond issue totaling \$1,500,000. Any amounts accumulated in excess of debt service requirements can be used by the parish for any lawful purpose.

SALES TAX BOND RESERVE FUND

The Sales Tax Bond Reserve Fund is a reserve fund required by the 2011 \$6,865,000 bond issue indenture.

THREE-FOURTHS PERCENT SALES TAX BOND RESERVE FUND

The Three-Fourths Percent Sales Tax Bond Reserve Fund is a reserve fund required by the 2012 \$3,890,000 bond issue, and the 2015 \$2,190,000 Sales Tax Refunding Bond Issue.

THREE-FOURTHS PERCENT SALES TAX BOND SINKING FUND

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

ST. MARY PARISH LIBRARY SINKING FUND

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

CERTIFICATES OF INDEBTEDNESS SINKING FUND

This fund accounts for the transfer of revenues for the repayment of the \$600,000 Certificates of Indebtedness Series 2011, the \$10,000,000 Limited Tax Revenue Bonds Series 2018, \$10,000,000 Limited Tax Revenue Bond Series 2019, and the \$600,000 Certificates of Indebtedness Series 2020.

JAIL SINKING FUND

The Jail Sinking Fund accounts for the payment of \$3,490,000 Series 2010 Jail Revenue and Refunding Bonds, and the transfer of excess revenues over expenditures from the Jail Operating Fund. The final installment of these bonds were paid in 2020 and the Jail Sinking and Reserve funds were closed.

JAIL RESERVE FUND

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

GOMESA DEBT SERVICE RESERVE FUND

The GOMESA Debt Service Reserve Fund is a reserve fund required by the \$11,500,000 Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds (St. Mary Parish GOMESA Project), Series 2019.

GOMESA DEBT SERVICE FUND

The GOMESA Debt Service Fund accounts for receipts and transfers of GOMESA revenues for the repayment of the \$11,500,000 Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds (St. Mary Parish GOMESA Project), Series 2019.

ST. MARY PARISH COUNCIL

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2020

	<u>Sales Tax Bond Sinking Fund</u>	<u>Sales Tax Bond Reserve Fund</u>	<u>3/4% Sales Tax Bond Reserve Fund</u>	<u>3/4% Sales Tax Bond Sinking Fund</u>	<u>St. Mary Parish Library Sinking Fund</u>	<u>Certificates of Indebtedness Sinking Fund</u>	<u>GOMESA Debt Service Reserve Fund</u>	<u>GOMESA Debt Service Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
ASSETS									
Cash and cash equivalents	\$ 297,134	\$ 4,613	\$ 725,097	\$ 584,391	\$ 201,925	\$ 44,774	\$ 506,000	\$ 353,776	\$ 2,717,710
Investments	456,788	213	2	774	345				458,122
Due from other governments	344,819				125,454				470,273
Advance to other funds									
Total assets	<u>1,098,741</u>	<u>4,826</u>	<u>725,099</u>	<u>585,165</u>	<u>327,724</u>	<u>44,774</u>	<u>506,000</u>	<u>353,776</u>	<u>3,646,105</u>
LIABILITIES AND FUND EQUITY									
Liabilities									
Advance from other funds	\$ 706,944								706,944
Total liabilities	<u>706,944</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>706,944</u>
Fund equity									
Fund balances									
Restricted for debt service	237,500		719,782	317,500	128,200		506,000	353,776	2,262,758
Assigned for debt service		4,826	5,317	267,665	199,524	44,774			522,106
Unassigned	154,297								154,297
Total fund equity	<u>391,797</u>	<u>4,826</u>	<u>725,099</u>	<u>585,165</u>	<u>327,724</u>	<u>44,774</u>	<u>506,000</u>	<u>353,776</u>	<u>2,939,161</u>
Total liabilities and fund equity	<u>\$ 1,098,741</u>	<u>\$ 4,826</u>	<u>\$ 725,099</u>	<u>\$ 585,165</u>	<u>\$ 327,724</u>	<u>\$ 44,774</u>	<u>\$ 506,000</u>	<u>\$ 353,776</u>	<u>\$ 3,646,105</u>

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

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ending December 31, 2020

	Sales Tax Bond <u>Sinking Fund</u>	Sales Tax Bond Reserve <u>Fund</u>	3/4% Sales Tax Bond <u>Reserve Fund</u>	3/4% Sales Tax Bond <u>Sinking Fund</u>	St. Mary Parish Library <u>Sinking Fund</u>	Certificate of Indebtedness <u>Sinking Fund</u>	Jail Sinking <u>Fund</u>	Jail Reserve <u>Fund</u>	GOMESA Debt Service Reserve <u>Fund</u>	GOMESA Debt Service <u>Fund</u>	Total Nonmajor Debt Service <u>Funds</u>
REVENUES											
Taxes											
Sales and use	\$ 1,804,901										\$ 1,804,901
Ad Valorem					\$ 129,370						129,370
Investment earnings & interest	12,593	\$ 162	\$ 5,317	\$ 3,809	1,693	\$ 3,615	\$ (1,579)	\$ 477	\$ -	\$ -	26,087
Total revenues	1,817,494	162	5,317	3,809	131,063	3,615	(1,579)	477	-	-	1,960,358
EXPENDITURES											
Debt service											
Principal	400,000			620,000	125,000	293,000	415,000				1,853,000
Interest	131,604			74,404	60,100	720,525	7,947			506,000	1,500,580
Fees	23,784	-		2,450	1,000	18,285	499				46,018
Total expenditures	555,388	-	-	696,854	186,100	1,031,810	423,446	-	-	506,000	3,399,598
Excess (deficiency) of revenues over (under) expenditures	1,262,106	162	5,317	(693,045)	(55,037)	(1,028,195)	(425,025)	477	-	(506,000)	(1,439,240)
OTHER FINANCING SOURCES (USES)											
Proceeds from bonds	5,444,965					600,000					6,044,965
Payment to refunding bond escrow agent	(3,869,665)	(633,803)									(4,503,468)
Operating transfers in				705,000		1,046,594	431,733	10,773	506,000	604,678	3,304,778
Operating transfers out	(2,537,342)					(582,750)	(399,859)	(216,713)			(3,736,664)
Total other financing sources (uses)	(962,042)	(633,803)	-	705,000	-	1,063,844	31,874	(205,940)	506,000	604,678	1,109,611
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	300,064	(633,641)	5,317	11,955	(55,037)	35,649	(393,151)	(205,463)	506,000	98,678	(329,629)
Fund balance (deficits) as previously stated	91,733	638,467	719,782	573,210	382,761	9,125	393,151	205,463	-	-	3,013,692
Prior period adjustment										255,098	255,098
Fund balance beginning of year as restated	91,733	638,467	719,782	573,210	382,761	9,125	393,151	205,463	-	255,098	3,268,790
Fund balance at end of year	\$ 391,797	\$ 4,826	\$ 725,099	\$ 585,165	\$ 327,724	\$ 44,774	\$ -	\$ -	\$ 506,000	\$ 353,776	\$ 2,939,161

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

GENERAL SUPPLEMENTARY INFORMATION

St. Mary Parish Council
 Compensation Paid Council Members
 For the Year Ended December 31, 2020

Councilmen at Large

Dean Adams	\$ 9,611
Gabriel Beadle	588
Gwendolyn Hidalgo	9,046
Paul Naquin, Jr.	554
Kristie Prejeant	9,046
Kevin Voisin	554

Single Members:

James Wallace Bennet, Jr.	5,400
Mark Duhon	5,088
Sterling J. Fryou, Sr.	312
Patrick Hebert	5,400
Glen Hidalgo	312
J. Bertrand Ina	5,400
Craig Alonzo Mathews	5,400
Rodney Olander	5,088
Robert Ramsey	5,088
Dale James Rogers	312
Leslie Rulf	5,088
Kenneth Singleton	<u>312</u>
	<u>\$ 72,599</u>

Note: Newly elected Council Members took office in January 2020. Therefore continuing Council Members received twelve full months compensation, incoming Council Members received eleven full months compensation and a portion of one months compensation, while outgoing Council members received a portion of one months compensation.

ST. MARY PARISH COUNCIL

Schedule of Compensation, Benefits, and Reimbursements to
Agency Head, Political Subdivision Head, or Chief Executive Officer
For the Year Ended December 31, 2020

Parish President: David J. Hanagriff

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 12,000
Benefits-Insurance	19,585
Benefits-Retirement	1,470
Cell phone allowance	1,440
Automobile allowance	14,400
Total	<u>\$ 48,895</u>

Chief Administrative Officer: Henry C. LaGrange

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 97,383
Benefits-Insurance	13,931
Benefits-retirement	11,929
Reimbursement-Travel	317
Total	<u>\$ 123,560</u>

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

ST. MARY PARISH COUNCIL
Schedule of Insurance Policies In Force
For the Year Ended December 31, 2020

<u>Coverage</u>	<u>Amounts or Limits</u>	<u>Expires</u>	<u>Company</u>
Workers' Compensation and Employer's Liability	\$1,000,000	01/01/2021	PGRMA
Ferry-Hull and Machinery	\$75,000	05/16/2021	Alianz Global Corp
Ferry-Protection & Indemnity	\$1,000,000	05/16/2021	Lloyds' of London
Property	\$31,166,030	06/15/2021	Lloyds' of London
Equipment Floater	\$10,635,562	06/15/2021	Continental Casualty Company
Boiler & Machinery	\$33,641,600	06/15/2021	Continental Casualty Company
Property-Burns Point Dwelling	\$24,000	06/28/2021	Louisiana Citizens
Airport Liability	\$1,000,000	09/29/2021	Hallmark Insurance Company
General Liability	\$3,000,000	12/31/2021	AmGuard Insurance Company
Auto Liability Coverage	\$1,000,000	12/31/2021	AmGuard Insurance Company
Public Entity Management Liability Coverage	\$3,000,000	12/31/2021	AmGuard Insurance Company
Public Entity Employment Practices (Liability Protection Coverage)	\$3,000,000	12/31/2021	AmGuard Insurance Company
Employee Benefit Plans Administration (Liability Protection Coverage)	\$3,000,000	12/31/2021	AmGuard Insurance Company

Unaudited

ST. MARY PARISH COUNCIL

Justice System Funding Schedule (Cash Basis) - Receiving Entity
 General Fund
 As Required by Act 87 of the 2020 Regular Legislative Session
 For the Year Ended December 31, 2020

		<u>Six Month Period Ended June 30, 2020</u>	<u>Six Month Period Period Ended December 31, 2020</u>
Receipts From:			
<u>Agency Name</u>	<u>Collection Process</u>		
St. Mary Parish Sheriff	Criminal Court cost/fees	\$ 19,602	\$ 16,179
Subtotal Receipts		<u>\$ 19,602</u>	<u>\$ 16,179</u>

ST. MARY PARISH COUNCIL

Justice System Funding Schedule (Cash Basis) - Receiving Entity

Witness Fee Fund

As Required by Act 87 of the 2020 Regular Legislative Session

For the Year Ended December 31, 2020

		<u>Six Month Period Ended June 30, 2020</u>	<u>Six Month Period Period Ended December 31, 2020</u>
Receipts From:			
<u>Agency Name</u>	<u>Collection Process</u>		
St. Mary Parish Sheriff	Criminal Court cost/fees	\$ 26,574	\$ 22,415
Subtotal Receipts		<u>\$ 26,574</u>	<u>\$ 22,415</u>

ST. MARY PARISH COUNCIL

Justice System Funding Schedule (Cash Basis) - Receiving Entity
Juror Compensation Fund
As Required by Act 87 of the 2020 Regular Legislative Session
For the Year Ended December 31, 2020

		<u>Six Month Period Ended June 30, 2020</u>	<u>Six Month Period Period Ended December 31, 2020</u>
Receipts From:			
<u>Agency Name</u>	<u>Collection Process</u>		
St. Mary Parish Sheriff	Criminal Court cost/fees	\$ 24,281	\$ 20,279
Subtotal Receipts		<u>\$ 24,281</u>	<u>\$ 20,279</u>

SUPPLEMENTARY INFORMATION REQUIRED BY UNIFORM GUIDANCE

St. Mary Parish Council
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT NUMBER	PASS-THROUGH IDENTIFYING NUMBER	EXPENDITURES INCURRED
<u>U.S. Department of the Interior</u>				
Bureau of Land Management				
Office of the Secretary of the Interior				
Payment in Lieu of Taxes	15.226			\$ 7,335
GoMESA	15.435			<u>1,364,113</u>
Total U.S. Department of Interior				<u>1,371,448</u>
<u>U.S. Department of Housing and Urban Development</u>				
Passed through Louisiana Office of Community Development Disaster Recovery Unit				
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228		(SEE NOTE 2)	151,980
Housing - Federal Housing Commissioner				
Section 8 Housing Choice Vouchers	14.871			<u>402,997</u>
Total U.S. Department of Housing and Urban Development				<u>554,977</u>
<u>U.S. Department of Transportation</u>				
Alcohol Open Container Requirements	20.607			<u>60,694</u>
Total U.S. Department of Transportation				<u>60,694</u>
<u>U.S. Department of Justice</u>				
Drug Court Discretionary Grant Program	16.585	2018-DC-BX-0064		<u>48,502</u>
Total U.S. Department of Justice				<u>48,502</u>
<u>U.S. Department of Treasury</u>				
Resources and Ecosystems Sustainability, Tourist Oppurtunities and Revived Economies of the Gulf Coast States Act of 2012	21.015			167,828
Coronavirus Relief Fund	21.019			<u>184,221</u>
Total U.S. Department of Treasury				<u>352,049</u>

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	EXPENDITURES INCURRED
<u>U.S. Department of Health and Human Services</u>			
Passed through Louisiana Department of Health Office of Public Health Bureau of Community Preparedness			
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074		\$ 8,330
Passed through Louisiana Supreme Court Drug Court Office			
Temporary Assistance for Needy Families (TANF)	93.558	(SEE NOTE 3)	\$ 713,450
Passed through Louisiana Department of Health and Hospitals			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	FTC2000299225	171,282
Provider Relief Fund	93.498		<u>43,237</u>
Total U.S. Department of Health and Human Services			<u>936,299</u>
<u>Department of Homeland Security</u>			
Passed through Governor's Office of Homeland Security and Emergency Preparedness			
Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	(SEE NOTE 4)	241,917
Hazard Mitigation Grant	97.039	(SEE NOTE 4)	1,399,619
Passed through State of Louisiana Office of State Police			
Emergency Management Performance Grants	97.042		19,889
Homeland Security Grant Program	97.067		<u>74,075</u>
Total Department of Homeland Security			<u>1,735,500</u>
Total Primary Government Federal Financial Assistance			<u>\$ 5,059,469</u>

The accompanying notes are an integral part of this schedule.

ST. MARY PARISH COUNCIL

Notes to Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of activity of the Council's federal award programs presented on the basis of accounting in accordance with generally accepted accounting principles for fund accounting. In 2020, the Council did not charge nor allocate any indirect costs to federal awards.

NOTE 2 – DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

The following is a detail of certain expenditures from the Department of Housing and Urban Development.

Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii (CFDA 14.228)

<u>Funds</u>	<u>Pass-Through Identifying Number</u>	<u>Expenditures</u>
CDBG Recovery Fund	684903	\$151,980

NOTE 3 – DEPARTMENT OF HEALTH AND HUMAN SERVICES

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

Temporary Assistance for Needy Families (CFDA 93.558)

<u>Funds</u>	<u>Pass-Through Identifying Number</u>	<u>Expenditures</u>
16 th Judicial District Drug Court Fund	Not available	\$ 126,629
Claire House		<u>586,821</u>
Total Temporary Assistance for Needy Families		\$ <u>713,450</u>

NOTE 4 – DEPARTMENT OF HOMELAND SECURITY

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

<u>Program</u>	<u>CFDA Number</u>	<u>Amount</u>
Public Assistance (Presidentially Declared Disasters (FEMA))	97.036	\$322,556

NOTE 4 – DEPARTMENT OF HOMELAND SECURITY (continued)

FEMA grant is funded 75% by federal funds. Total expenditures incurred in current year were \$322,556 of which \$241,917 qualifies for 75% reimbursement.

Hazard Mitigation Grant (CFDA 97.039)

In the current year the Hazard Mitigation grant is funded 75% by federal funds. Total expenditures for the current year were \$1,866,156 of which \$1,399,617 qualifies for 75% reimbursement.

NOTE 5 – PROGRAMS AUDITED BY OTHER AUDITORS

Expenditures for the following programs included in the accompanying SEFA were audited by other auditors:

<u>Program</u>	<u>CFDA Number</u>	<u>Amount</u>
Temporary Assistance for Needy Families (TANF)	93.558	\$586,821
Block Grants for Prevention and Treatment of Substance Abuse	93.959	171,282

Neither of these two programs were determined to be major programs in the current year.

INTERNAL ACCOUNTING CONTROL AND COMPLIANCE AND OTHER MATTERS



a corporation of
certified public accountants

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

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2020 (for the year ended June 30, 2020 for Fairview Treatment Center and Claire House) and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council's primary government and have issued our report thereon dated November 16, 2021. Our report includes a reference to other auditors who audited the financial statements of Fairview Treatment Center and Claire House, as described in our report on the Council's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2020-001 and 2020-002, to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Council's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items 2020-003 and 2020-004.

St. Mary Parish Council's Response to Findings

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

Purpose of this Report

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



CERTIFIED PUBLIC ACCOUNTANTS

November 16, 2021
Morgan City, Louisiana



a corporation of
certified public accountants

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

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

Report on Compliance for Each Major Federal Program

We have audited the St. Mary Parish Council's (Council) compliance with the types of compliance requirements described in OMB Compliance Supplement that could have a direct and material effect on each of the Council's major federal programs for the year ended December 31, 2020. The Council's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the Council, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.



CERTIFIED PUBLIC ACCOUNTANTS

November 16, 2021
Morgan City, Louisiana

ST. MARY PARISH COUNCIL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2020

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the St. Mary Parish Council's primary government.
2. Two material weaknesses were disclosed during the audit of the primary government financial statements that are required to be reported in the Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. Two instances of noncompliance material to the primary government financial statements of the St. Mary Parish Council were disclosed during the audit
4. No findings related to the audit of major federal award programs are reported as material weaknesses in the Independent Auditor's Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance.
5. The auditors' report on compliance for the major federal award programs for the St. Mary Parish Council expresses an unmodified opinion on all major federal programs.
6. No audit findings relative to the major federal award programs for the St. Mary Parish Council are reported in Part C of this Schedule.
7. The programs tested as major programs include:

GOMESA (CFDA No. 15.435)
Hazard Mitigation Grant (CFDA No. 97.039)
8. The threshold for distinguishing types A and B programs was \$750,000.
9. St. Mary Parish Council was not determined to be a low risk auditee.

B. FINDINGS - FINANCIAL STATEMENT AUDIT

INTERNAL CONTROL FINDING

MATERIAL WEAKNESS

ITEM NO. 2020-001 Failure to Record Debt Related to Bond Issuance

Auditors' Comments

Condition: While performing audit procedures, we discovered that the Council failed to record certain transactions related to the issuance of new debt associated with the \$11,500,000 Louisiana Government Environmental Facilities and Community Development Authority Revenue Bonds – St. Mary Parish GOMESA Project, Series 2019 (GOMESA Bonds) and the \$3,945,000 Taxable Public Improvement Sales Tax Refunding Bonds, Series 2020.

The Council met all Bond issuance, debt service fund requirements, and all other bond covenants for both these bond issues.

The Council's financial statements have been adjusted to properly include and report these items.

Criteria: The financial statements of an entity should include all financial activity of that entity occurring during the period covered by those financial statements.

Effect: The Council's financial statements for its Capital Improvements Fund (a major governmental fund), GOMESA Debt Service Fund, and Sales Tax Bond Sinking Fund were materially misstated, prior to these adjustments.

Cause: In the past when the Council issued debt, proceeds came to the Parish and the Parish disbursed them to the refunding agent, that did not happen in the current year. The proceeds went directly to the refunding agent, therefore the Parish was not aware they needed to record the proceeds.

On most new debt issuances, funds come to the Council and the Council disburses the funds in accordance with the debt issuance agreement. The GOMESA debt issuance agreement required the proceeds to be remitted to Trustee and held in behalf of the Council to fund projects as they progress. Therefore, the Parish failed to record the transactions for which it did not directly receive funding.

Recommendation: The Council should institute a review procedure to ensure all new debt issuance is properly recorded in the period the debt is issued.

Management's Response:

As noted in the Auditors' Comment, the proceeds from these issues (GOMESA Project, Series 2019 and the Public Improvement Sales Tax Refunding Bonds, Series 2020) were directly disbursed to the paying agents. The GOMESA bonds were a new type of debt issue and, because of the debt structure outlined in the bond covenants, it was determined that the issuance would not be reflected on our books. In the future, we will make sure that all debt issuances are properly reflected in our general ledger on a timely basis.

Item No. 2020-002 Failure to Recognize Operating Grant

Auditors' Comments

Condition: During the course of the audit, it was determined that the Council failed to recognize an operating grant in the amount of \$187,500 awarded to the Atchafalaya Golf Course Commission in prior years.

The Council's financial statements have been adjusted to properly include and report this item.

Criteria: The financial statements of an entity should include all financial activity of that entity.

Effect: The Council's financial statements for its General Fund (a major governmental fund) were materially misstated prior to this adjustment.

Cause: The Council omitted the operating grant in error. The Atchafalaya Golf Course Commission's year end is different from the Council's year end and it is difficult to correctly reconcile the accounts.

Recommendation: The Council should institute a review procedure to ensure that the Council and its component's accounts are reconciled periodically and adjusted if needed.

Management's Response:

The Council has been providing an operating grant to the Atchafalaya Golf Course since 2010. The amount not recognized is from the first year of the grant and was overlooked in our general ledger. All other years were recorded properly. In the future, we will reconcile operating grants to the general ledger on an annual basis.

NONCOMPLIANCE

ITEM NO. 2020-003 Budget Monitoring

Auditors' Comments

Condition: During the course of the audit for the year ended December 31, 2020, it was noted that some of the Parish's individual funds needed budget amendments that were not made.

Criteria: State Statute require that budgets be amended when actual revenues are less than budgeted revenues by five percent or more or actual expenditures exceed budgeted expenditures by five percent or more. These conditions are explained in detail below.

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

Cause: Although the cause of the above condition was not fully determined the following appears to have a significant effect. Although the Parish makes accruals for payables and receivables at year end, adjustments are not made in the interim period. When significant differences exist between payables and receivables from year to year, the amount of funds that appear to be available or costs that appear to have been incurred can be distorted. Failure to recognize the effect of these differences can lead to variances between budgeted and actual activity.

Recommendation: The Council should fine tune its ongoing budget monitoring program to periodically consider accruals for major revenues and expenditures.

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

Auditors' Detailed Comments

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

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
General Fund	\$7,067,723	\$7,864,041	\$(796,318)	10.13%
Claire House	445,991	579,363	(133,372)	23.02%
OJP Enhancement Grant	92,371	112,110	(19,739)	17.61%
Boat Landing Permit Fund	63,764	72,750	(8,986)	12.35%

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

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
16 th JDC – St. Mary Parish Drug Court	\$436,781	\$405,000	\$(31,781)	7.85%

Management's Response:

We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. We will continually monitor budget variances, especially close to year end, and recommended to the Council when variances exceed the percentages as specified in the State Statute.

ITEM NO. 2020-004 Fund Deficit

Auditors' Comments

Condition: During the course of the audit it was noted that four funds had a deficit fund balance.

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

Effect: Violation of state statute.

Cause: For the General Fund, a prior period adjustment to correct a reporting error in the amount of \$187,5000 resulted in causing the fund to have a deficit fund balance. For the special revenue funds, the Council expended amounts in excess of fund balance, revenues, and other financing sources.

Recommendation: A detailed study should be made to develop additional or alternative funding sources or to consider reallocating existing funding.

The following fund was in violation of state statutes and had a deficit fund balance at year end:

<u>Fund</u>	<u>Deficit Amount</u>
<u>Major Fund</u>	
General Fund	\$(172,126)
<u>Nonmajor Special Revenue Fund</u>	
16 th JDC St. Mary Parish Drug Court	\$(6,435)
DWI Court	(13,826)
OJP Enhancement Grant	(7,594)

Management's Response:

The deficit in the General Fund was as a result of a prior period adjustment related to an operating grant to the Atchafalaya Golf Course. This deficit has been eliminated by revenues received in early 2021. The deficit in the OJP Enhancement Grant Fund will be funded by future revenues. The fund deficit in the DWI Court fund will be funded by future revenues or transfers from the DWI patient fee fund. The deficit in the 16th JDC St. Mary Parish Drug Court Fund will be funded by future revenues or fund transfers.

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

NONE

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

Internal Control Weakness

Items of Noncompliance

Item No. 2019-001 Budget Monitoring

Condition: During the course of the audit for the year ended December 31, 2019, it was noted that several of the Parish's individual funds needed budget amendments that were not made.

Corrective Action: This has not been corrected.

Item No. 2019-002 Fund Deficits

Condition: During the course of the audit, it was noted that one fund had a deficit fund balance.

Corrective Action: This has not been corrected.

Item No. 2019-003 Noncompliance with Bond Covenants

Condition: The Council failed to meet specified funding requirements.

Corrective Action: This matter has been resolved.

Internal Control and Compliance Material to Federal Awards

NONE

ST. MARY PARISH GOVERNMENT

DAVID HANAGRIFF, PRESIDENT

FIFTH FLOOR - COURTHOUSE

FRANKLIN, LOUISIANA 70538-6198



HENRY "BO" LAGRANGE
CHIEF ADMINISTRATIVE OFFICER



DIRECTOR OF FINANCE
PAUL J. GOVERNALE, CPA,
CGFO, CGFM



DIRECTOR OF PERSONNEL
JILLIAN E. FISHER



DIRECTOR OF PLANNING AND ZONING
TAMMY LUKE



DIRECTOR OF PUBLIC WORKS
JEAN PAUL BOURG



DIRECTOR OF ECONOMIC DEVELOPMENT
EVAN D. BOUDREAUX



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

November 16, 2021

Mr. Michael Waguespack, CPA
Legislative Auditor, State of Louisiana
P.O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Waguespack:

The St. Mary Parish Government respectfully submits the following corrective action plan relative to findings in the audit for the year ended December 31, 2020:

Findings – Financial Statement Audit
Material Weakness

Item No. 2020-001 Failure to Record Debt Related to Bond Issuance

Management's Response:

As noted in the Auditors' Comment, the proceeds from these issues (GOMESA Project, Series 2019 and the Public Improvement Sales Tax Refunding Bonds, Series 2020) were directly disbursed to the paying agents. The GOMESA bonds were a new type of debt issue and, because of the debt structure outlined in the bond covenants, it was determined that the issuance would not be reflected on our books. In the future, we will make sure that all debt issuances are properly reflected in our general ledger on a timely basis.

Item No. 2020-002 Failure to Recognize Operating Grant

Management's Response:

The Council has been providing an operating grant to the Atchafalaya Golf Course since 2010. The amount not recognized is from the first year of the grant and was overlooked in our general ledger. All other years were recorded properly. In the future, we will reconcile operating grants to the general ledger on an annual basis.

Findings – Financial Statement Audit
Noncompliance

Item No. 2020-003 Budget Monitoring

Management's Response:

We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. We will continually monitor budget variances, especially close to year end, and recommended to the Council when variances exceed the percentages as specified in the State Statute.

Item 2020-004 Fund Deficit

Management's Response:

The deficit in the General Fund was as a result of a prior period adjustment related to an operating grant to the Atchafalaya Golf Course. This deficit will be eliminated by future revenues. The deficit in the OJP Enhancement Grant Fund will be funded by future revenues. The fund deficit in the DWI Court fund will be funded by future revenues or transfers from the DWI patient fee fund. The deficit in the 16th JDC St. Mary Parish Drug Court Fund will be funded by future revenues or fund transfers.

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

Sincerely,

A handwritten signature in black ink that reads "Paul J. Governale". The signature is written in a cursive style with a large initial "P".

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