

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

ANNUAL FINANCIAL STATEMENTS

AS OF DECEMBER 31, 2016
AND FOR THE YEAR THEN ENDED

WITH
INDEPENDENT AUDITOR'S REPORT



SILAS SIMMONS LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

Annual Financial Statements
As of and for the Year Ended December 31, 2016
With Supplementary Information Schedules

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INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

Police Jurors
Tensas Parish Police Jury
St. Joseph, Louisiana

Report on the Financial Statements

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

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 misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

Basis for Adverse Opinion on Aggregate Discretely Presented Component Units and Qualified Opinion on Aggregate Remaining Fund Information

The financial statements referred to above do not include financial data of the Parish's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the Parish's primary government unless the Parish also issues financial statements for the financial reporting entity that includes the financial data for its component units. The Parish has not issued such reporting entity financial statements. The amount by which this departure would affect the assets, liabilities, net position, revenues, and expenses of the aggregate discretely presented component units is not reasonably determinable.

Adverse Opinion on Aggregate Discretely Presented Component Units

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

Qualified Opinion on Aggregate Remaining Fund Information

In our opinion, except for the matter described in the "Basis for Adverse Opinion on Aggregate Discretely Presented Component Units and Qualifying Opinion on Aggregate Remaining Fund Information" paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the aggregate remaining fund information of the Tensas Parish Police Jury as of December 31, 2016, and the changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 7, and budgetary comparison schedules, the schedule of the Police Jury's proportionate share of the net pension liability, the schedule of the Police Jury's contributions, and the schedule of the funding progress of the OPEB plan on pages 42 through 57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our 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 Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Tensas Parish Police Jury's basic financial statements. The Schedule of Compensation, Reimbursements, Benefits, and Other Payments to Agency Head, Schedule of Compensation Paid Police Jurors and Others, and the Schedule of Insurance Coverage described in the accompanying table of contents are presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements 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 has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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, the combining and individual nonmajor fund financial statements and the other schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated June 5, 2017, on our consideration of the Tensas Parish Police Jury'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 should be considered in assessing the results of our audit.

This report is intended for the information of the Members of the Tensas Parish Police Jury, and the Legislative Auditor of the State of Louisiana and is not intended to be, and should not be, used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Silas Simmons, LLP

Natchez, Mississippi
June 5, 2017

SECTION I
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

MANAGEMENT'S DISCUSSION AND ANALYSIS

YEAR ENDED DECEMBER 31, 2016

As management of the Tensas Parish Police Jury, we offer readers of the Tensas Parish Police Jury's financial statements this narrative overview and analysis of the financial activities of the Police Jury for the fiscal year ended December 31, 2016. We encourage readers to consider the information presented here in conjunction with additional information found within the body of the audit.

FINANCIAL HIGHLIGHTS

- Assets exceeded liabilities by \$10,183,548 in 2016 and \$10,674,716 in 2015.
- Expenditures exceeded total revenues by \$491,168 in 2016 and revenues exceeded expenditures by \$738,098 in 2015.
- The Police Jury had net capital assets of \$8,303,401 and has a \$1,662,844 debt associated with capital assets as of December 31, 2016.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Tensas Parish Police Jury's basic financial statements. The Police Jury's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other Supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the Police Jury's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Police Jury's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Police Jury is improving or deteriorating.

The statement of activities presents information showing how the Police Jury's net position changed during the most recent fiscal year.

The government-wide financial statements outline functions of the Police Jury that are principally supported by property taxes and intergovernmental revenues (governmental activities). Fixed assets and related debt is also supported by taxes and intergovernmental revenues.

The government-wide financial statements can be found on pages 8 through 9 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives.

The basic governmental fund financial statements can be found on pages 10 through 14 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 15 to 41 of this report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

YEAR ENDED DECEMBER 31, 2016

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Police Jury, assets exceeded liabilities by \$10,183,548 as of December 31, 2016, and \$10,674,716 as of December 31, 2015.

Net Position as of December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Current assets	\$ 2,932,748	\$ 2,853,748
Restricted assets	1,023,773	1,046,616
Capital assets	<u>8,303,401</u>	<u>8,437,537</u>
Total assets	<u>\$ 12,259,922</u>	<u>\$ 12,337,901</u>
Deferred outflows of resources	<u>\$ 563,940</u>	<u>\$ 227,905</u>
Current liabilities	\$ 606,498	\$ 423,322
Long-term liabilities	<u>1,956,004</u>	<u>1,438,725</u>
Total liabilities	<u>\$ 2,562,502</u>	<u>\$ 1,862,047</u>
Deferred inflows of resources	<u>\$ 77,812</u>	<u>\$ 29,043</u>
Net position		
Investment in capital assets, net of related debt	\$ 6,640,557	\$ 7,074,688
Restricted	1,023,773	1,011,500
Unrestricted	<u>2,519,218</u>	<u>2,588,528</u>
Total net position	<u>\$ 10,183,548</u>	<u>\$ 10,674,716</u>

The following is a summary of the statement of activities:

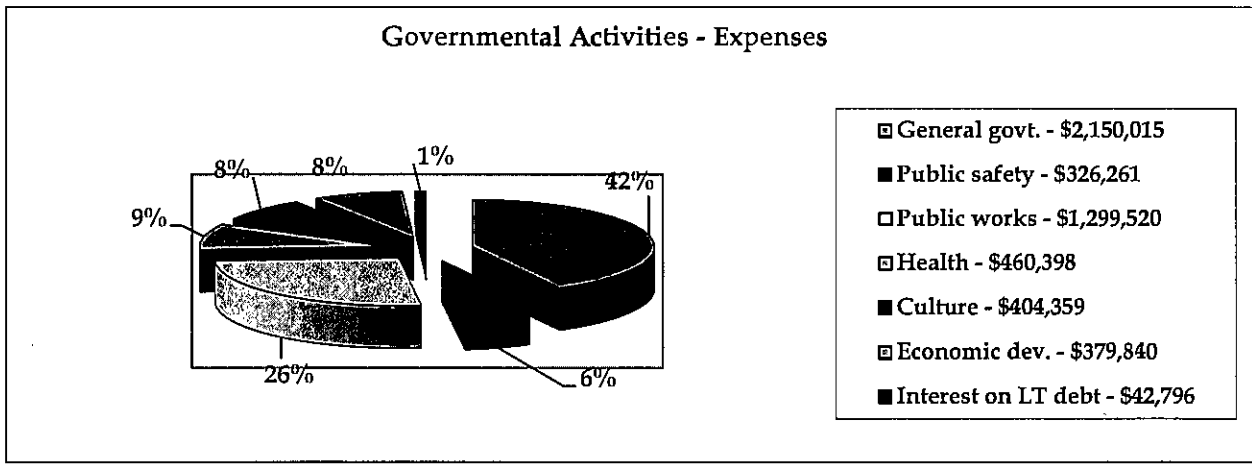
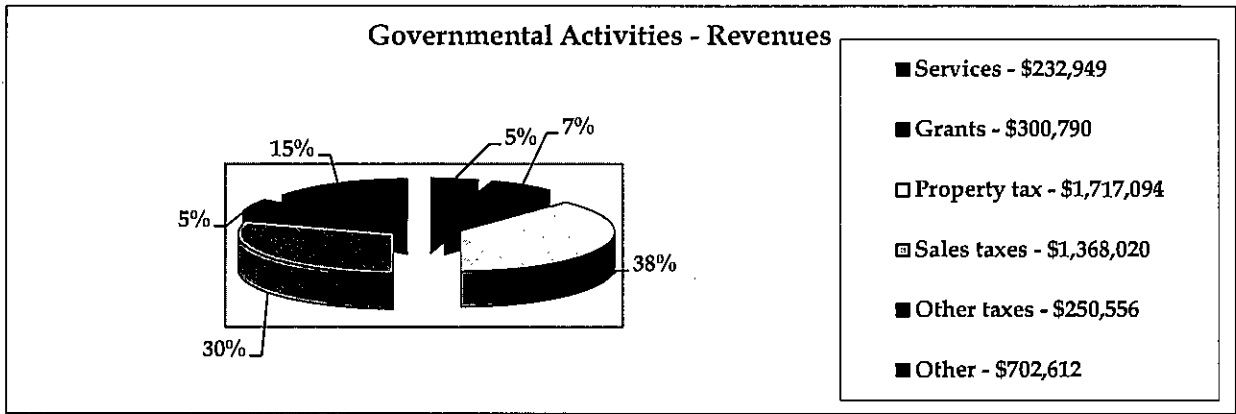
	<u>2016</u>	<u>2015</u>
Revenues		
Program revenues	\$ 533,739	\$ 467,924
General revenues	<u>4,038,282</u>	<u>4,274,019</u>
Total revenues	<u>\$ 4,572,021</u>	<u>\$ 4,741,943</u>
Expenses		
General government	\$ 2,150,015	\$ 1,719,560
Public safety	326,261	349,380
Public works	1,299,520	2,040,324
Health and welfare	460,398	620,097
Culture and recreation	404,359	322,466
Economic development	379,840	382,831
Interest on long-term debt	<u>42,796</u>	<u>45,383</u>
Total expenses	<u>\$ 5,063,189</u>	<u>\$ 5,480,041</u>
Decrease in net position	\$ (491,168)	\$ (738,098)
Net position, January 1	<u>10,674,716</u>	<u>11,412,814</u>
Net position, December 31	<u>\$ 10,183,548</u>	<u>\$ 10,674,716</u>

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

YEAR ENDED DECEMBER 31, 2016

The following is a graphical representation of information presented in the statement of activities for governmental activities. Business activities are insignificant and are not presented in graph form.



The notes to the financial statements have additional information presented that is essential to a full understanding of the data provided in the government-wide financial statements.

COMMENTS ON GENERAL FUND AND OTHER MAJOR FUND COMPARISONS

The Police Jury's budget was amended once during the last year. The final expenditures budget for all major funds totaled \$3,558,838 and revenues were budgeted at \$2,818,366.

Actual revenues were more than budgeted for all major funds totaled by \$522,913 and actual expenditures were less than budgeted amounts by \$83,635. The budget was amended to primarily reflect additional grant revenues and expenditures and changes in taxes and other income.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

MANAGEMENT’S DISCUSSION AND ANALYSIS

YEAR ENDED DECEMBER 31, 2016

CAPITAL ASSETS

As of December 31, 2016, the Police Jury had \$8,303,401 invested in capital assets net of accumulated depreciation, including land of \$743,698, that is not being depreciated. This year there were additions of \$294,154 in all the funds. Additions were as follows:

Tractor	\$	16,910
Metal building		5,700
Video recorder		1,149
Construction in progress - port project		258,360
Library books		<u>12,035</u>
Total additions	\$	<u>294,154</u>

Infrastructure assets (roads and bridges) are included in capital assets only as added currently.

MANAGEMENT COMMENTS AND PLANS

The Jury has acquired a \$250,000 grant from USDA to purchase land adjoining the Port property. There is a bill in the Legislature, and should pass, that would allow Louisiana State University to sell the property to the Tensas Parish Police Jury. The Police Jury has applied with Delta Regional Authority for grant funding to purchase property owned also by Louisiana State University on the protected side of the levee to be utilized also for the Tensas Parish Port.

The scales have been put in at the Port site with funding coming from Capital Outlay. The Police Jury is waiting on final plans for the Scale House. The house has been purchased and will be finished and hooked up to the scales with grant funding from the Delta Regional Authority.

The Police Jury has applied, again, for monies to purchase and install 2 fuel farms at the Tensas Parish Airport.

The LCDBG road project has been approved and the bid let to pave Texas Road, Waterproof, Louisiana. Construction should begin in the immediate future.

The Police Jury has applied for CWF funds for the two public water systems in the Parish. These funds will help the two systems purchase needed equipment or supplies used to maintain their water plants.

The Police Jury has applied for a LCDBG for an above the ground storage tank for the Tensas Water Association.

The Police Jury has acquired a new pickup truck and mower for the Tensas Parish Landfill with LGAP funds.

REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the Police Jury’s finances and to show the Police Jury’s accountability for the money it receives. Any questions about this report or request for additional information may be directed to Cathy Darden, Secretary-Treasurer, 205 Hancock Street, St. Joseph, LA 71366.

SECTION II
GOVERNMENT-WIDE FINANCIAL STATEMENTS

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

STATEMENT OF NET POSITION

FOR THE YEAR ENDED DECEMBER 31, 2016

ASSETS

Cash and cash equivalents	\$ 1,624,946
Receivables	1,307,802
Amounts held by trustee for landfill closure and post-closure care costs	989,776
Restricted assets	33,997
Capital assets, net	<u>8,303,401</u>
Total assets	<u>\$ 12,259,922</u>

Deferred outflows of resources \$ 563,940

LIABILITIES

Bank overdraft	\$ 1,130
Accounts, salaries, and other payables	233,221
Long-term liabilities	
Due within one year	372,147
Due in more than one year	1,290,697
Net pension liability	464,303
Net OPEB liability	<u>201,004</u>
Total liabilities	<u>\$ 2,562,502</u>

Deferred inflows of resources \$ 77,812

NET POSITION

Invested in capital assets, net of related debt	\$ 6,640,557
Restricted for:	
Debt service	33,997
Landfill closure	989,776
Unrestricted	<u>2,519,218</u>
Total net position	<u>\$ 10,183,548</u>

The accompanying notes are an integral part of this financial statement.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2016

	Program Revenues			Net (Expense), Revenue, and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
<u>FUNCTIONS/PROGRAMS</u>					
<i>Primary government:</i>					
<i>Governmental activities:</i>					
General government:					
Legislative	\$ 212,261	\$ -	\$ -	\$ -	(212,261)
Judicial	438,213	-	-	-	(438,213)
Elections	26,061	-	-	-	(26,061)
Finance and administrative	564,515	-	-	-	(564,515)
Other general administrative	908,965	-	48,322	-	(860,643)
Public safety	326,261	56,167	-	-	(270,094)
Public works	1,299,520	172,912	-	-	(1,126,608)
Health and welfare	460,398	-	216,745	-	(243,653)
Culture and recreation	404,359	-	-	-	(404,359)
Economic development	379,840	3,870	35,723	-	(340,247)
Interest on long-term debt	42,796	-	-	-	(42,796)
Total governmental activities	<u>\$ 5,063,189</u>	<u>\$ 232,949</u>	<u>\$ 300,790</u>	<u>\$ -</u>	<u>\$ (4,529,450)</u>
General revenue:					
Taxes:					
Ad valorem				\$	1,717,094
Sales					1,368,020
Other taxes					250,556
Licenses and permits					69,403
State funds:					
State revenue sharing					39,974
Investment income					3,057
Other revenues					590,178
Total general revenue				\$	<u>4,038,282</u>
Changes in net position				\$	<u>(491,168)</u>
Net position, beginning of year				\$	<u>10,674,716</u>
Net position, end of year				\$	<u>10,183,548</u>

The accompanying notes are an integral part of this financial statement.

SECTION III
FUND FINANCIAL STATEMENTS

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

GOVERNMENTAL FUNDS
BALANCE SHEET

DECEMBER 31, 2016

	Major Funds								Other Governmental Funds	Total
	General Fund	Road Fund	Ambulance Fund	Health Unit Rededicated Fund	Waste Collection Fund	Landfill Site Fund	Library Fund	Economic Development Fund		
ASSETS										
Cash and cash equivalents	\$ 500,780	\$ 19,550	\$ 7,926	\$ 28,283	\$ 22,157	\$ -	\$ 390,182	\$ 45,218	\$ 610,850	\$ 1,624,946
Receivables	684,203	33,232	35,988	-	105,894	-	145,351	16,616	286,518	1,307,802
Amounts held by trustee for landfill closure and post-closure care costs	-	-	-	-	-	989,776	-	-	-	989,776
Restricted assets	-	-	-	-	-	-	-	-	33,997	33,997
Due from other funds	-	31,075	33,654	-	20,712	-	-	15,538	7,769	108,748
Total assets	<u>\$ 1,184,983</u>	<u>\$ 83,857</u>	<u>\$ 77,568</u>	<u>\$ 28,283</u>	<u>\$ 148,763</u>	<u>\$ 989,776</u>	<u>\$ 535,533</u>	<u>\$ 77,372</u>	<u>\$ 939,134</u>	<u>\$ 4,065,269</u>
LIABILITIES AND FUND BALANCES										
Liabilities:										
Bank overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,130	\$ 1,130
Accounts, salaries, and other payables	25,209	24,746	31,519	-	28,101	-	10,291	10,263	103,092	233,221
Intergovernmental payables	108,748	-	-	-	-	-	-	-	-	108,748
Total liabilities	<u>\$ 133,957</u>	<u>\$ 24,746</u>	<u>\$ 31,519</u>	<u>\$ -</u>	<u>\$ 28,101</u>	<u>\$ -</u>	<u>\$ 10,291</u>	<u>\$ 10,263</u>	<u>\$ 104,222</u>	<u>\$ 343,099</u>
Fund balances:										
Restricted for:										
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,997	\$ 33,997
Landfill closure	-	-	-	-	-	989,776	-	-	-	989,776
Committed for:										
Special revenue projects	-	59,111	46,049	28,283	120,662	-	525,242	67,109	800,915	1,647,371
Unassigned, reported in:										
General	1,051,026	-	-	-	-	-	-	-	-	1,051,026
Total fund balances	<u>\$ 1,051,026</u>	<u>\$ 59,111</u>	<u>\$ 46,049</u>	<u>\$ 28,283</u>	<u>\$ 120,662</u>	<u>\$ 989,776</u>	<u>\$ 525,242</u>	<u>\$ 67,109</u>	<u>\$ 834,912</u>	<u>\$ 3,722,170</u>
Total liabilities and fund balances	<u>\$ 1,184,983</u>	<u>\$ 83,857</u>	<u>\$ 77,568</u>	<u>\$ 28,283</u>	<u>\$ 148,763</u>	<u>\$ 989,776</u>	<u>\$ 535,533</u>	<u>\$ 77,372</u>	<u>\$ 939,134</u>	<u>\$ 4,065,269</u>

The accompanying notes are an integral part of this financial statement.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION

DECEMBER 31, 2016

Total Fund Balances – Governmental Funds (Statement C) \$ 3,722,170

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:

Land, buildings, and equipment	\$ 14,555,617	
Less accumulated depreciation	<u>(6,252,216)</u>	8,303,401

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the fund liabilities.

Notes payable	\$ (1,662,844)	
Net pension liability	(464,303)	
Net OPEB liability	<u>(201,004)</u>	(2,328,151)

Deferred outflows and inflows are not financial resources or currently payable.

Deferred outflows	\$ 563,940	
Deferred inflows	<u>(77,812)</u>	<u>486,128</u>

Net Position (Statement A) \$ 10,183,548

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED DECEMBER 31, 2016

	Major Funds								Other Governmental Funds	Total
	General Fund	Road Fund	Ambulance Fund	Health Unit Rededicated Fund	Waste Collection Fund	Landfill Site Fund	Library Fund	Economic Development Fund		
REVENUES										
Taxes:										
Ad valorem	\$ 1,088,128	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 278,940	\$ -	\$ 350,026	\$ 1,717,094
Sales taxes	-	421,001	455,923	-	280,598	-	-	210,498	-	1,368,020
Other taxes	161,857	88,699	-	-	-	-	-	-	-	250,556
Licenses and permits	69,403	-	-	-	-	-	-	-	-	69,403
State funds:										
State revenue sharing	14,041	-	-	-	-	-	9,608	-	16,325	39,974
Other state grants	48,322	-	-	216,745	-	-	-	35,723	-	300,790
Fees, charges, and commissions										
for services	-	-	-	-	-	-	-	3,870	172,912	176,782
Fines and forfeitures	-	-	-	-	-	-	-	-	56,167	56,167
Investment income	218	-	39	51	35	-	807	56	1,851	3,057
Other revenues	75,532	101,435	-	-	267,091	-	14,597	110,823	20,700	590,178
Total revenues	\$ 1,457,501	\$ 611,135	\$ 455,962	\$ 216,796	\$ 547,724	\$ -	\$ 303,952	\$ 360,970	\$ 617,981	\$ 4,572,021
EXPENDITURES										
General government										
Legislative	\$ 212,261	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 212,261
Judicial	179,107	-	-	-	-	-	-	-	259,106	438,213
Elections	26,061	-	-	-	-	-	-	-	-	26,061
Finance and administrative	277,770	48,294	13,875	253	133,924	-	10,584	10,925	68,890	564,515
Other general government	423,766	-	-	-	-	-	-	-	-	423,766
Public safety	110,536	-	-	-	-	-	-	-	167,746	278,282
Public works	-	779,762	-	-	391,269	-	-	24,249	46,985	1,242,265

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED DECEMBER 31, 2016

	Major Funds								Total	
	General Fund	Road Fund	Ambulance Fund	Health Unit Rededicated Fund	Waste Collection Fund	Landfill Site Fund	Library Fund	Economic Development Fund		Other Governmental Funds
Health and welfare	4,928	-	404,536	-	-	-	-	-	-	409,464
Culture and recreation	1,449	-	-	-	-	-	186,146	-	127,677	315,272
Economic development	-	-	-	-	-	-	-	379,840	-	379,840
Debt service:										
Principal retirement	-	-	-	-	-	-	-	-	68,717	68,717
Interest and bank charges	-	-	-	-	-	-	-	-	42,796	42,796
Capital outlay	-	16,910	-	258,360	-	-	13,184	5,700	-	294,154
Total expenditures	<u>\$ 1,235,878</u>	<u>\$ 844,966</u>	<u>\$ 418,411</u>	<u>\$ 258,613</u>	<u>\$ 525,193</u>	<u>\$ -</u>	<u>\$ 209,914</u>	<u>\$ 420,714</u>	<u>\$ 781,917</u>	<u>\$ 4,695,606</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 221,623</u>	<u>\$ (233,831)</u>	<u>\$ 37,551</u>	<u>\$ (41,817)</u>	<u>\$ 22,531</u>	<u>\$ -</u>	<u>\$ 94,038</u>	<u>\$ (59,744)</u>	<u>\$ (163,936)</u>	<u>\$ (123,585)</u>
OTHER FINANCING SOURCES (USES)										
Loan proceeds	\$ 300,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,000
Transfers in	428,224	198,402	-	70,100	18,926	-	-	63,000	317,398	1,096,050
Transfers (out)	(519,782)	-	(25,264)	-	-	(20)	-	-	(550,984)	(1,096,050)
Total other financing sources (uses)	<u>\$ 208,442</u>	<u>\$ 198,402</u>	<u>\$ (25,264)</u>	<u>\$ 70,100</u>	<u>\$ 18,926</u>	<u>\$ (20)</u>	<u>\$ -</u>	<u>\$ 63,000</u>	<u>\$ (233,586)</u>	<u>\$ 300,000</u>
Net change in fund balances	\$ 430,065	\$ (35,429)	\$ 12,287	\$ 28,283	\$ 41,457	\$ (20)	\$ 94,038	\$ 3,256	\$ (397,522)	\$ 176,415
FUND BALANCES - BEGINNING	620,961	94,540	33,762	-	79,205	989,796	431,204	63,853	1,232,434	3,545,755
FUND BALANCES - ENDING	<u>\$ 1,051,026</u>	<u>\$ 59,111</u>	<u>\$ 46,049</u>	<u>\$ 28,283</u>	<u>\$ 120,662</u>	<u>\$ 989,776</u>	<u>\$ 525,242</u>	<u>\$ 67,109</u>	<u>\$ 834,912</u>	<u>\$ 3,722,170</u>

The accompanying notes are an integral part of this financial statement.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANARECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2016

Total Net Change in Fund Balances - Governmental Funds (Statement E)	\$	176,415
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Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in governmental funds 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 exceeded capital outlays in the period:

Capital outlay	\$	294,154	
Depreciation expense		<u>(428,290)</u>	(134,136)

Repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Proceeds from loans are a revenue in the governmental funds, but increases long-term debt in the statement of net position.

Repayment of long-term liabilities	\$	68,717	
Funds borrowed		<u>(300,000)</u>	(231,283)

Net pension expense is reported in governmental funds as expenditures as they are paid, however, in the statement of activities, the net pension expense is reported according to estimates required by GASB 68:

Pension expenses paid	\$	67,609	
Pension expenses per GASB 68		<u>(189,409)</u>	(121,800)

Expenses in the statement of activities that do not require the use of current financial resources are not reported in the governmental funds.

Net other post-employment benefits	\$	(201,004)	
Net other pension related items		<u>20,640</u>	<u>(180,364)</u>

Change in Net Position of Governmental Activities (Statement B)	\$	<u>(491,168)</u>
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The accompanying notes are an integral part of this financial statement.

NOTES TO THE FINANCIAL STATEMENTS

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

INTRODUCTION

1. The Tensas Parish Police Jury was created by Legislative act in the 1800's.
2. The Police Jury is the governing body of Tensas Parish, Louisiana.
3. The Police Jury consists of seven jurors elected to represent the various districts in the Parish. The Jurors serve four-year terms, which expire December 31, 2016. The Jurors are paid \$1,600 per month. The President receives \$2,000 per month.
4. Tensas Parish is located along the Mississippi River in northeast Louisiana. The land area of the Parish is approximately 602 square miles.
5. Tensas Parish has a population of 4,849.
6. The Police Jury has 18 full-time employees and 3 part-time employees and maintains 155 miles of roads.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the Jury is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the Police Jury may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The Police Jury has oversight of other component units that are blended into the Police Jury's basic financial statements.

Blended component units of the Police Jury are Gravity Drainage Districts No. 1, No. 2, and No. 3, and the Tensas Parish Library. These component units, despite being legally separate from the Police Jury, are so intertwined with the primary government that they are, in substance, the same as the primary government. These component units are reported as part of the primary government in both the fund financial statements and the government-wide financial statements. The blended component unit's balances and transactions are reported in the same manner as the balances and transactions of the Police Jury itself. These entities are reported in the Nonmajor Special Revenue Funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements.

Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Government-Wide and Fund Financial Statements (continued)

These component units are as follows:

Component Unit

Fire Protection District No. 1 of Tensas Parish
Lake Bruin Recreation and Water Conservation District
Lake Bruin Waterworks District No. 1
Tensas Economic and Industrial Development District (not active)
Tensas Parish Agricultural Arena Commission (not active)
Tensas Parish Clerk of Court
Tensas Parish Hospital Service District (not active)
Tensas Parish Sheriff
Tensas Parish Tax Assessor

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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.

Major individual governmental funds are reported in separate columns in the fund financial statements.

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessment receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The Police Jury reports the following major governmental funds:

General Fund - The general fund is the general operating fund of the Police Jury. It accounts for all activities except those required to be accounted for in other funds.

Road Fund - This fund accounts for funds used to maintain roads.

Ambulance Fund - This fund accounts for funds used to operate the ambulance services.

Health Unit Rededicated Fund - This fund accounts for funds used to operate the health unit.

Waste Collection Fund - This fund accounts for the operation of the landfill from unrestricted revenues.

Landfill Site Fund - This fund accounts for the operation of the landfill from sales funds which are restricted.

Library Fund - This fund accounts for the operation of the Tensas Parish Library, financed by a specific Parish-wide ad valorem tax and the related state revenue sharing, and state grants.

Economic Development Fund - This fund accounts for economic development activities.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's enterprise operations. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Deposits and Investments

The Police Jury's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. State law and the Police Jury's investment policy allow the Police Jury to invest in collateralized certificates of deposit, government-backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government-backed securities.

Investments for the Police Jury, as well as for its component units, are reported at fair value.

D. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "advances to/from other funds" (i.e., the noncurrent portion of interfund loans).

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectible accounts. The balance of accounts receivable is expected to be collected in full so no allowance for doubtful accounts has been established.

Property taxes are levied on a calendar year basis and become due on January 1 of each year. The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Taxes due for:			
General fund	16.92	16.92	Indefinite
Court system building	12.87	12.87	2017
Drainage District No. 1	9.61	9.61	2026
Drainage District No. 2	3.11	3.11	2021
Drainage District No. 3	3.77	3.77	2023
Health unit	3.59	3.59	2026
Library	5.21	5.21	2026

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Receivables and Payables (continued)

Sales taxes are authorized as follows:

	<u>Levied %</u>	<u>Expiration Date</u>
Landfill and garbage collection	1.00%	Indefinite
Roads	1.00%	Indefinite
Economic development	.50%	2023
Fire protection	.25%	2019
Ambulance	.75%	2023

E. Restricted Assets and Reserved Equity

Restricted assets represent those assets that are legally separated for a specific purpose. Restricted assets at December 31, 2016, were as follows:

Restricted for landfill closure	\$ 989,776
Restricted for debt service	<u>33,997</u>
Total	<u>\$ 1,023,773</u>

F. Elimination and Reclassifications

In the process of compiling data for the statement of net position and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

G. Capital Assets

Capital assets, which include property, plant, equipment, and land assets, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost (97% of capital assets are reported at actual cost) if historical cost is not available. The Police Jury maintains a threshold level of \$1,000 or more for capitalizing capital assets. Infrastructure assets (roads and bridges) are not included for those items acquired prior to January 1, 2004.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and improvements	10-40 years
Equipment and furniture (including vehicles)	5-10 years
Books, periodicals, and law books	7-10 years

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Compensated Absences

Employees of the Police Jury earn 5 to 10 days of noncumulative annual leave each year, depending on their length of service. Full-time employees are allowed, on an as-needed basis, sick leave up to 12 days each year. A maximum of 30 days of sick leave may be accumulated and carried forward. There is no provision for payment of accrued sick leave upon separation.

Full-time employees of the Tensas Parish Library, with at least 6 months of service, earn from 10 to 22 days of noncumulative annual leave each year, depending on their position. Part-time employees earn annual leave on a pro rata basis. Full-time employees earn 14 days of sick leave each year, with part-time employees earning sick leave on a pro rata basis. Sick leave of up to 42 days may be accumulated. There is no provision for payment of accumulated sick leave upon separation.

Employees of the Sixth Judicial District Criminal Court earn from 5 to 10 days of vacation leave each year, depending on their length of service. Annual leave must be taken in the year earned and cannot be carried forward. Sick leave is granted, on an as-needed basis, at the discretion of the district attorney and judges of the District. At December 31, 2016, there are no accumulated and vested benefits relating to annual and sick leave that require accrual or disclosure.

I. Long-Term Obligations

In the government-wide financial statements, long-term debt is reported as liabilities in the applicable governmental activities statement of net position.

J. Fund Equity

Beginning with fiscal year 2011, the Police Jury implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions." This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance - amounts that are not in a spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance - amounts that are available for any purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Fund Equity (continued)

The Police Jury establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Police Jury through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

In the general fund, the Police Jury strives to maintain an unassigned fund balance to be used for unanticipated emergencies.

The page labeled Statement of Net Position (Statement A) and the page labeled Statement of Activities (Statement B) display information about the Jury as a whole. These statements include all the financial activities of the Jury. Information contained in these statements reflect the economic resources measurement focus and the accrual basis of accounting.

Program Revenues - Program revenues included in the column labeled Statement of Activities (Statement B) are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from the Police Jury's general revenues.

K. Deferred Outflows/Inflows of Resources

The statement of financial position will often report a separate section for deferred outflows and/or deferred inflows of financial resources. Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and so will be recognized as an outflow of resources (expense/expenditures) until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources until that time.

L. Impact of Recently Issued Accounting Principles

As of December 31, 2015, the Police Jury implemented Governmental Accounting Standards Board (GASB) Statement 68 - *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27*, which resulted in a cumulative change in accounting principle and also a restatement of net position in 2015.

As of January 1, 2016, the Police Jury began providing post-employment health care to its employees. As a result, Governmental Accounting Standards Board (GASB) Statement 45 - *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* was implemented for the year ended December 31, 2016, which resulted in a prospective change in accounting principle, detailed in Note 15.

Subsequently, the Governmental Accounting Standards Board issued GASB Statement 74 - *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, which is effective for financial statements for fiscal years beginning after June 15, 2016, and will supersede GASB Statement 45. The requirements of this statement will have little to no effect on the financial statements, but will improve financial reporting primarily through enhanced note disclosures and schedules of required supplementary information.

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budget Information

The Police Jury uses the following budget practices:

Budgets - Preliminary budgets for the ensuing year are prepared by the secretary-treasurer prior to December 31 of each year. The availability of the proposed budgets for public inspection and the date of the public hearing on the proposed budgets are then advertised in the official journal. During its regular December meeting, the Police Jury holds a public hearing on the proposed budgets in order to receive comments from residents of the Parish. Changes are made to the proposed budgets based on the public hearing and the desires of the Police Jury as a whole. The budgets are then adopted during the Police Jury's regular December meeting, and a notice of the adoption is then published in the official journal.

The secretary-treasurer presents necessary budget amendments to the Police Jury during the year when, in her judgment, actual operations are differing materially from those anticipated in the original budget. During a regular meeting, the Police Jury reviews the proposed amendments, makes changes as it deems necessary, and formally adopts the amendments. The adoption of the amendments is included in Police Jury minutes published in the official journal.

The Police Jury exercises budgetary control at the functional level. Within functions the secretary-treasurer has the discretion to make changes as she deems necessary for proper control. Unexpended appropriations lapse at year end and must be re-appropriated in the next year's budget to be expended.

NOTE 3 - CASH AND CASH EQUIVALENTS

At December 31, 2016, the Police Jury has cash and cash equivalents (book balances) totaling \$1,624,946 as follows:

Demand deposits	\$ 1,455,946
Time deposits	<u>169,000</u>
Total	<u>\$ 1,624,946</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 3 - CASH AND CASH EQUIVALENTS (continued)

At December 31, 2016, the Police Jury has \$1,737,042 in deposits (collected bank balances). These deposits are secured from risk by \$750,000 of federal deposit insurance and \$1,059,589 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

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

NOTE 4 - RECEIVABLES

The receivables of \$1,307,802 at December 31, 2016, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Road Fund</u>	<u>Ambulance Fund</u>	<u>Library Fund</u>	<u>Waste Collection Fund</u>	<u>Economic Development Fund</u>	<u>Other Governmental Funds</u>	<u>Totals</u>
Taxes:								
Ad valorem	\$ 622,738	\$ -	\$ -	\$ 145,351	\$ -	\$ -	\$ 244,639	\$ 1,012,728
Sales and use	61,465	33,232	35,988	-	22,145	16,616	-	169,446
Fines	-	-	-	-	-	-	3,607	3,607
Other	-	-	-	-	83,749	-	38,272	122,021
Total	<u>\$ 684,203</u>	<u>\$ 33,232</u>	<u>\$ 35,988</u>	<u>\$ 145,351</u>	<u>\$ 105,894</u>	<u>\$ 16,616</u>	<u>\$ 286,518</u>	<u>\$ 1,307,802</u>

Historically, virtually all ad valorem taxes receivable were collected since they are secured by property; therefore, no allowance for doubtful accounts has been established for ad valorem taxes. The balance of accounts receivable is expected to be collected in full so no allowance for doubtful accounts has been established.

NOTE 5 - INVESTMENTS

Investments are categorized into these three categories of credit risk:

1. Insured or registered, or securities held by the Police Jury or its agent in the Police Jury's name.
2. Uninsured and unregistered, with securities held by the counter party's trust department or agent in the Police Jury's name.
3. Uninsured and unregistered, with securities held by the counter party, or its trust department or agent but not in the Police Jury's name.

At the end of the year, the Police Jury's investment balances were as follows:

<u>Type of Investment</u>	<u>Category</u>			<u>Carrying Amount</u>	
	<u>1</u>	<u>2</u>	<u>3</u>	<u>Fair Value</u>	<u>Amortized Cost</u>
Federal agencies	<u>\$ 989,776</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 988,182</u>	<u>\$ 998,400</u>

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 6 - INTERFUND RECEIVABLES/PAYABLES (FSS LEVEL ONLY)

<u>Due to Other Funds</u>	<u>Due from Other Funds</u>		
Road Fund	General Fund	\$	31,075
Ambulance Fund	General Fund		33,654
Waste Collection Fund	General Fund		20,712
Economic Development Fund	General Fund		15,538
Nonmajor Fund	General Fund		7,769
			<u>108,748</u>

The purpose of the due to/due from balances was to provide funds for operating purposes.

NOTE 7 - CAPITAL ASSETS

A summary of the Police Jury's capital assets follows:

<u>Primary Government</u>	<u>Balance, Beginning</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance, Ending</u>
Capital assets not being depreciated				
Land	\$ 743,698	\$ -	\$ -	\$ 743,698
Capital assets being depreciated				
Buildings	\$ 8,889,947	\$ -	\$ -	\$ 8,889,947
Furniture, fixtures, and equipment	4,627,818	35,794	-	4,663,612
Construction in progress	-	258,360	-	258,360
Total	<u>\$ 13,517,765</u>	<u>\$ 294,154</u>	<u>\$ -</u>	<u>\$ 13,811,919</u>
Less accumulated depreciation				
Buildings	\$ (1,869,169)	\$ (243,312)	\$ -	\$ (2,112,481)
Furniture, fixtures, and equipment	(3,954,757)	(184,978)	-	(4,139,735)
Total accumulated depreciation	<u>\$ (5,823,926)</u>	<u>\$ (428,290)</u>	<u>\$ -</u>	<u>\$ (6,252,216)</u>
Total depreciable capital assets, net	<u>\$ 7,693,839</u>	<u>\$ (134,136)</u>	<u>\$ -</u>	<u>\$ 7,559,703</u>
Governmental activities capital assets, net	<u>\$ 8,437,537</u>	<u>\$ (134,136)</u>	<u>\$ -</u>	<u>\$ 8,303,401</u>

Depreciation expense of \$428,290 for the year ended December 31, 2016, was charged to the following governmental functions:

General government	\$ 183,035
Public safety	47,979
Public works	57,255
Health and welfare	50,934
Culture and recreation	89,087
Total	<u>\$ 428,290</u>

**TENSAS PARISH POLICE JURY
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NOTES TO THE FINANCIAL STATEMENTS

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NOTE 8 - INTERFUND TRANSFERS

Operating transfers for the year ended December 31, 2016, were as follows:

Transfers

Fund	In	Out
General	\$ 428,224	\$ 519,782
Road	198,402	-
Landfill Site	-	20
Landfill/Solid Waste	18,926	-
Ambulance	-	25,264
Health Unit Rededicated	70,100	-
Economic Development	63,000	-
Other Governmental	317,398	550,984
	<u>\$ 1,096,050</u>	<u>\$ 1,096,050</u>

Transfers are primarily used to cover operating expenses.

NOTE 9 - ACCOUNTS, SALARIES, AND OTHER PAYABLES

The payables of \$233,221 at December 31, 2016, are as follows:

	General Fund	Road Fund	Ambulance Fund	Library Fund	Waste Collection Fund	Economic Development Fund	Other Govern- mental Funds	Total
Salaries and retirement	\$ 7,022	\$ 5,133	\$ -	\$ 5,103	\$ 1,936	\$ 2,616	\$ 3,713	\$ 25,523
Withholdings	1,551	300	-	89	2,392	148	366	4,846
Accounts	16,636	19,313	31,519	5,099	23,773	7,499	99,013	202,852
Total	<u>\$ 25,209</u>	<u>\$ 24,746</u>	<u>\$ 31,519</u>	<u>\$ 10,291</u>	<u>\$ 28,101</u>	<u>\$ 10,263</u>	<u>\$ 103,092</u>	<u>\$ 233,221</u>

NOTE 10 - LONG-TERM LIABILITIES

The following is a summary of general long-term debt transactions for the year ended December 31, 2016:

	Sales Tax Bonds	Public Improvement Bonds	Certificates of Indebtedness	Landfill Closure and Post-Closure Care Costs	Short-Term Operating Loan	Total
Long-term debt at January 1, 2016	\$ 214,000	\$ 936,309	\$ 134,000	\$ 147,252	\$ -	\$ 1,431,561
Additions	-	-	-	-	300,000	300,000
Reductions	(24,000)	(13,717)	(31,000)	-	-	(68,717)
Long-term debt payable at December 31, 2016	<u>\$ 190,000</u>	<u>\$ 922,592</u>	<u>\$ 103,000</u>	<u>\$ 147,252</u>	<u>\$ 300,000</u>	<u>\$ 1,662,844</u>

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NOTE 10 - LONG-TERM LIABILITIES (continued)

The Police Jury records items under capital leases as an asset and an obligation in the accompanying financial statements. The net book value of equipment under capital leases at December 31 was as follows:

Equipment	\$ 163,000
Less accumulated depreciation	<u>(163,000)</u>
	<u>\$ -</u>

Depreciation in 2016 on capital lease equipment was \$0.

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of December 31, 2016:

	Sales Tax Bonds	Public Improvement Bonds	Certificates of Indebtedness	Landfill Closure and Post-closure Care Costs	Short-term Operating Loan	Total
Current portion	\$ 25,000	\$ 14,147	\$ 33,000	\$ -	\$ 300,000	\$ 372,147
Long-term portion	<u>165,000</u>	<u>908,445</u>	<u>70,000</u>	<u>147,252</u>	-	<u>1,290,697</u>
Total	<u>\$ 190,000</u>	<u>\$ 922,592</u>	<u>\$ 103,000</u>	<u>\$ 147,252</u>	<u>\$ 300,000</u>	<u>\$ 1,662,844</u>

Long-term debt is comprised of the following issues:

\$238,000 sales tax bonds, due in semi-annual interest and principal payments totaling \$30,940 to \$31,780 through 2023, with interest at 4%.

Secured by pledge of annual revenues. \$ 190,000

\$700,900 public improvement bonds - interim financing due in 2016, with interest at 4.5%. Secured by \$974,000 bond anticipation notes, secured by pledge of annual revenues. 922,592

\$300,000 certificates of indebtedness due in semi-annual interest and principal payments totaling \$37,465 to \$38,118 through 2019, with interest at 4.95%. Secured by pledge of annual revenues. 103,000

\$300,000 short-term operating loan due March 1, 2017, with interest at 3.5%. 300,000

Landfill closure costs:

Landfill closure costs estimated to occur in 2176-2206 147,252

Total long-term debt \$ 1,662,844

**TENSAS PARISH POLICE JURY
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NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 10 - LONG-TERM LIABILITIES (continued)

Annual debt service requirements to maturity for the following debt reported in the statement of net position are as follows:

Year	Sales Tax Bonds		Public Improvement Bonds		Certificate of Indebtedness	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	\$ 25,000	\$ 6,400	\$ 14,147	\$ 28,631	\$ 33,000	\$ 5,098
2018	25,000	5,680	14,595	28,183	34,000	3,465
2019	26,000	4,940	15,058	27,720	36,000	1,782
2020	27,000	4,020	15,535	27,423	-	-
2021	28,000	2,920	16,028	26,750	-	-
2022-2026	59,000	2,380	88,089	125,801	-	-
2027-2031	-	-	103,293	110,597	-	-
2032-2036	-	-	120,355	93,535	-	-
2037-2041	-	-	140,680	73,210	-	-
2042-2046	-	-	164,437	49,453	-	-
2047-2051	-	-	192,209	21,681	-	-
2052-2054	-	-	38,166	4,225	-	-
Thereafter	-	-	-	-	-	-
Total	\$ 190,000	\$ 26,340	\$ 922,592	\$ 617,209	\$ 103,000	\$ 10,345

The Police Jury's certificates of indebtedness are governed by the terms of an indenture agreement under which sinking funds are established. At December 31, 2016, the Police Jury was in compliance with this covenant.

NOTE 11 - SOLID WASTE LANDFILL COSTS

State and federal laws and regulations require the Police Jury to place a final cover on its landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure.

Although final closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the Police Jury reports a portion of those closure and post-closure care costs in long-term debt in Statement A, based on cumulative landfill capacity used as of December 31 of each year. The \$147,252 reported as landfill closure and post-closure care liability at December 31, 2016, represents 12% of the estimated capacity of the currently active cells. During 2011, the Police Jury expanded the capacity of the Type I and II landfill from 2,096,640 cubic yards to 14,168,076 cubic yards. The life was extended by 166 additional years. The landfill is projected to be filled in year 2176. The expansion reduced the present value of the estimated cost to close the landfill and post-closure cost. The Police Jury will recognize the remaining cost of closure and post-closure care of \$3,837,223 as the remaining capacity is filled. These amounts are based on the estimated cost to perform closure and post-closure care beginning in year 2176 and continuing for 30 years to year 2206.

**TENSAS PARISH POLICE JURY
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NOTE 11 - SOLID WASTE LANDFILL COSTS (continued)

However, the actual cost of closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

During the year ended December 31, 1998, the Police Jury established a trust fund, in accordance with an agreement between the Police Jury and the Louisiana Department of Environmental Quality (LDEQ), to provide funding to cover the closure and post-closure care costs estimated to be approximately \$3,984,475. The agreement provides that the Police Jury shall make annual contributions of approximately \$18,786 for thirty years.

The following is a summary of the trust fund activity for the year ended December 31, 2016, relating to the Police Jury's compliance with the LDEQ agreement:

Balance, December 31, 2015	\$ 989,776
Additions:	
Deposits	-
Investment earnings	-
Balance, December 31, 2016	<u>\$ 989,776</u>

NOTE 12 - RETIREMENT

Substantially all employees of the Police Jury are members of the Parochial Employees Retirement System of Louisiana (the System), a multiple-employer public employee retirement system (PERS), controlled and administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. Employees of the Police Jury are members of Plan A.

All permanent employees working at least 28 hours per week who are paid wholly or in part from funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of credited service, at or after age 55 with 25 years of credited service, or at any age with at least 30 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final compensation multiplied by the employee's years of credited service. However, for those employees who were members of the Supplementary plan only prior to January 1, 1980, the benefit is equal to 1% of final compensation, plus \$24 for each year of Supplementary plan-only service earned prior to January 1, 1980.

Final compensation is the employee's monthly earnings during the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of credited service stated previously and who do not withdraw their employee contributions, may retire at the ages specified previously and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

The System issues an annual publicly available financial report that includes financial statements and required Supplementary information for the System. That report may be obtained by writing to the Parochial Employees Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (504) 928-1361.

**TENSAS PARISH POLICE JURY
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NOTES TO THE FINANCIAL STATEMENTS

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NOTE 12 - RETIREMENT (continued)

Under Plan A, members are required by state statute to contribute 9.5% of their annual covered salary and the employer is required to contribute at an actuarially determined rate. The current rate is 14.50% of annual covered payroll. Contributions to the System include one-fourth of 1% (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of the Parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the employers are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation of the prior fiscal year. The employer contributions to the System under Plan A for the year ending December 31, 2016, were \$65,734.

NOTE 13 - PLAN DESCRIPTION AND BENEFITS - PERS

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

At December 31, 2016, the Jury reported a liability of \$422,722 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Police Jury's proportion of the net pension liability was based on a projection of the Police Jury's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2015, the Police Jury's proportion was .160591 %.

For the year ended December 31, 2016, the Jury recognized pension expense of \$182,800, less employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions, \$599. At December 31, 2016, the Jury reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 67,182
Changes of assumptions	94,189	-
Net difference between projected and actual earnings on pension plan investments	386,802	-
Changes in proportion and differences between Jury contributions and proportionate share of contributions	-	1,633
Police Jury contributions subsequent to the measurement date	65,734	-
Total	<u>\$ 546,725</u>	<u>\$ 68,815</u>

TENSAS PARISH POLICE JURY
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NOTES TO THE FINANCIAL STATEMENTS

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NOTE 13 - PLAN DESCRIPTION AND BENEFITS - PERS (continued)

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

\$65,734 reported as deferred outflows of resources related to pensions resulting from Jury contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. 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 ended June 30:

2017	\$	108,633
2018		108,633
2019		115,301
2020		79,609
2021		-
Thereafter		-

Actuarial assumptions. The total pension liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	December 31, 2015
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Investment rate of return	7.00% (Net of Investment Expense), including inflation
Expected remaining service lives	4 years
Projected salary increase	5.25% (2.75% Merit/2.50% Inflation)
Cost of living adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.
Mortality	RP - 2000 Employee Mortality Table was selected for active members. RP-2000 Healthy Annuitant Mortality Table was selected for healthy annuitants and beneficiaries. RP - 2000 Disabled Lives Mortality Table was selected for disabled annuitants.

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NOTE 13 - PLAN DESCRIPTION AND BENEFITS - PERS (continued)

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

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

Asset Class	Target Asset Allocation	Long-term Expected Portfolio Real Rate of Return
Fixed income	34%	1.06%
Equity	51%	3.56%
Alternatives	12%	0.74%
Real assets	3%	0.19%
Totals	100%	5.55%
Inflation		2.00%
Expected arithmetic nominal return		7.55%

Discount Rate. The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PERSAC taking into consideration the recommendation of the System's actuary. Based on these 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.

Sensitivity to Changes in Discount Rate:

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

	Changes in Discount Rate 2016		
	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Net pension liability	\$ 1,059,071	\$ 422,722	\$ (115,071)

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NOTE 13 - PLAN DESCRIPTION AND BENEFITS - ROVER

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

Plan Description

The Registrars of Voters Employees' Retirement System (the System) is a cost-sharing multiple-employer defined benefit pension plan, and is controlled and administered by a separate board of trustees.

All regular employees under the age of 55 at the time of original employment are required to participate in the System. Employees are eligible to retire at or after age 60 with at least 10 years of creditable service, or at or after age 55 with at least 20 years of credited service, or at any age with at least 30 years of creditable service. Upon retirement, members are entitled to a basic retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of credited service, not to exceed 100% of their final-salary. If retirement occurs with less than 20 years of service, the basic benefit stated above is reduced 3% for each year that retirement precedes age 65.

Final-average salary is the employee's average salary over the 36 consecutive of joined months that produce the highest average. Employees who terminate with at least 12 years of service and who do not withdraw their employee contributions may retire at or after age 60, or at or after age 55 with at least 20 years of service at termination, and receive the benefit accrued to their date of termination, reduced as indicated, if applicable. The System also provides death and disability benefits. Benefits are established by state statute.

The System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Registrar of Voters Employees' Retirement System of Louisiana, Post Office Box 57, Jennings, Louisiana 70546.

At December 31, 2016, the Police Jury reported a liability of \$38,734 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Police Jury's proportion of the net pension liability was based on a projection of the Police Jury's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2016, the Police Jury's proportion was .136508%.

For the year ended December 31, 2016, the Police Jury recognized pension expense of \$6,648, less employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions, \$422. At December 31, 2016, the Police Jury reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 3,904
Changes of assumptions	1,304	1,453
Net difference between projected and actual earnings on pension plan investments	10,652	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	1,317
District contributions subsequent to the measurement date	<u>1,875</u>	<u>-</u>
Total	<u>\$ 13,831</u>	<u>\$ 6,674</u>

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NOTES TO THE FINANCIAL STATEMENTS

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NOTE 13 - PLAN DESCRIPTION AND BENEFITS - ROVER (continued)

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

\$1,875 reported as deferred outflows of resources related to pensions resulting from the Jury contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2017	\$	617
2018		1,062
2019		2,138
2020		1,465
2021		-
Thereafter		-

Actuarial assumptions. The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	June 30, 2016
Actuarial cost method	Entry Age Normal Cost
Actuarial assumptions:	
Investment rate of return	7.00% (Net of Investment Expense), including inflation
Expected remaining service lives	5 years
Projected salary increase	6.00% (3.50% Merit/2.50% Inflation)
Cost of living adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.
Mortality rates	RP - 2000 Combined Healthy Mortality Table (set back 3 years for males and 2 years for females)/RP - 2000 Disabled Lives Mortality Table

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NOTE 13 - PLAN DESCRIPTION AND BENEFITS - ROVER (continued)

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges 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 ranges 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. The resulting long-term rate of return is 8.37% for the year ended June 30, 2016.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2016, are summarized in the following table:

Asset Class	Expected Rates of Return		Long-term Expected Portfolio Real rate of Return
	Target Asset Allocation	Real Return Arithmetic Basis	
Domestic equities	40%	7.50%	3.00%
International equities	15%	8.50%	1.28%
Domestic fixed income	20%	2.50%	.50%
International fixed income	10%	3.50%	.35%
Alternative investments	5%	5.87%	.29%
Cash and cash equivalents	10%	4.50%	.45%
Totals	100%		5.87%
Inflation			2.50%
Expected real rate of return			8.37%

Discount Rate. The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. 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.

Sensitivity to Changes in Discount Rate:

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

	Changes in Discount Rate 2016		
	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Net pension liability	\$ 53,852	\$ 38,734	\$ 25,711

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NOTE 13 - PLAN DESCRIPTION AND BENEFITS - LDARS

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

Plan Description

The District Attorneys' Retirement System, State of Louisiana is the administrator of a cost sharing multiple employer defined benefit pension plan. All persons who are district attorneys of the State of Louisiana, assistant district attorneys in any parish of the State of Louisiana, or employed by the Retirement System and the Louisiana District Attorneys Association except for elected or appointed officials who have retired from service under any publicly funded retirement system within the state and who are currently receiving benefits, shall become members as a condition of their employment; provided, however that in the case of assistant district attorneys, they must be paid an amount not less than the minimum salary specified by the Louisiana District Attorney's Retirement System's board of trustees.

Members who joined the System before July 1, 1990, and who have elected not to be covered by the new provisions, are eligible to receive a normal retirement benefit if they have 10 or more years of creditable service and are at least age 62, or if they have 18 or more years of service and are at least age 60, or if they have 23 or more years of service and are at least age 55, or if they have 30 years of service regardless of age. The normal retirement benefit is equal to 3% of the member's average final compensation for each year of creditable service. Members are eligible for early retirement at age 60 if they have at least 10 years of creditable service or at age 55 with at least 18 years of creditable service. Members who retire prior to age 60 with less than 23 years of service credit receive a retirement benefit reduced 3% for each year of age below 60. Members who retire prior to age 62 who have less than 18 years of service receive a retirement benefit reduced 3% for each year of age below 62. Retirement benefits may not exceed 100% of final average compensation. Members who joined the System after July 1, 1990, or who elected to be covered by the new provisions, are eligible to receive normal retirement benefits if they are age 60 and have 10 years of service credit, are age 55 and have 24 years of service credit, or have 30 years of service credit regardless of age. The normal retirement benefit is equal to 3.5% of the member's final average compensation multiplied by years of membership service. A member is eligible for an early retirement benefit if he is age 55 and has 18 years of service credit. The early retirement benefit is equal to the normal retirement benefit reduced 3% for each year the member retires in advance of normal retirement age. Benefits may not exceed 100% of average final compensation.

The fund is financed by employee and employer contributions established by state statute. Employee contributions are 8% of salary for active members. Employer contributions are actuarially determined and were 8% and 9.75% of salary for the years ended December 31, 2016 and 2015, respectively. In addition, the fund receives revenue sharing funds as appropriated by the legislature and ad valorem taxes as determined by the Public Retirement Systems' Actuarial Committee up to a maximum of .2% of the ad valorem taxes shown to be collected. According to state statute, in the event that the contributions from ad valorem taxes and revenue sharing funds are insufficient to provide for the gross employer actuarially required contribution, the employer is required to make direct contributions as determined by the Public Retirement Systems' Actuarial Committee. During the year ended June 30, 2016, the System's actuarial valuation used the Aggregate Actuarial Cost Method based on earnings which does not identify and separately amortize unfunded actuarial liabilities. The actuarial value of assets is based on the market value of investment securities adjusted to smooth realized and unrealized capital gains over a three-year period. The actuarial assumptions include a 7.00% investment rate of return. Cost of living adjustments are based on specific target ratios being met and excess interest earning available to fund a benefit increase.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - PLAN DESCRIPTION AND BENEFITS - LDARS (continued)

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

The System issues an annual, publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the District Attorneys Retirement System of Louisiana, 1645 Nicholson Drive, Baton Rouge, Louisiana 70802.

At December 31, 2016, the Jury reported a liability of \$2,847 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Jury's proportion of the net pension liability was based on a projection of the Jury's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2016, the Jury's proportion was .016419 %.

For the year ended December 31, 2016, the Jury recognized pension expense of \$1,106, less employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions, \$124. At December 31, 2016, the Jury reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 1,147
Changes of assumptions	537	631
Net difference between projected and actual earnings on pension plan investments	2,847	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	545
District contributions subsequent to the measurement date	-	-
Total	<u>\$ 3,384</u>	<u>\$ 2,323</u>

\$157 reported as deferred outflows of resources related to pensions resulting from the Jury contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. 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 ended June 30:	
2017	\$ (148)
2018	(148)
2019	644
2020	201
2021	(78)
Thereafter	(74)

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - PLAN DESCRIPTION AND BENEFITS - LDARS (continued)

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

Actuarial assumptions. The total pension liability in the June 30, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	June 30, 2016
Actuarial cost method	Entry Age Normal Cost
Actuarial assumptions:	
Investment rate of return	7.00% (Net of Investment Expense), including inflation
Expected remaining service lives	7 years
Projected salary increase	5.50% (3.00% Merit/2.50% Inflation)
Cost of living adjustments	Only those previously granted
Mortality	The RP - 2000 Combined Healthy with White Collar Adjustment Sex Distinct Tables (set back 1 year for females) projected to 2032 using Scale AA were selected for employee, annuitant, and beneficiary mortality. The RP - 2000 Disabled Lives Mortality Table set back 5 years for males and set back 3 years for females was selected for disable annuitants. Setbacks in these tables were used to approximate mortality improvement.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges 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 ranges 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. The resulting long-term rate of return is 9.04% for the year ended June 30, 2016.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2016, are summarized in the following table:

Asset Class	Target Asset Allocation	Long-term Expected Portfolio Real Rate of Return
Equities	57.70%	3.56%
Fixed income	33.00%	2.26%
Alternatives	4.80%	.50%
Real estate	4.50%	.02%
Totals	100.00%	6.34%
Inflation		2.70%
Expected real rate of return		9.04%

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - PLAN DESCRIPTION AND BENEFITS - LDARS (continued)

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

Discount Rate. The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. 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.

Sensitivity to Changes in Discount Rate:

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

	Changes in Discount Rate 2016		
	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Net Pension Liability	\$ 10,742	\$ 2,847	\$ (1,920)

NOTE 14 - RISK MANAGEMENT

The Police Jury is at risk for property damage, liability, and theft, which are covered by insurance policies.

NOTE 15 - OTHER POST-EMPLOYMENT BENEFITS

The Police Jury provides medical, dental, vision, and life insurance benefits to eligible retirees and their spouses. The Police Jury pays 100% participant contribution for elected coverage. Benefits are provided for like. All active employees who retire directly from the Policy Jury and meet eligibility criteria may participate. Subsequently, the plan was revised to no longer offer dependent benefits to those employees hired on or after January 1, 2016.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 15 - OTHER POST-EMPLOYMENT BENEFITS (continued)

PLAN PROVISIONS

Medical Benefits

Eligibility

Hired prior to January 1, 2007: Retirement at the earlier of (a) age 65 with 7 years of service; (b) age 60 with 10 years of service; (c) age 55 with 25 years of service; (d) 30 years of service, without regard to age.

Hired on or after January 1, 2007: Retirement at the earlier of (a) age 67 with 7 years of service; (b) age 62 with 10 years of service, or; (c) age 55 with 30 years of service.

Post-retirement contributors

The retiree does not contribute.

Medical plan benefit

Coverage continues for the life of the retiree and surviving spouse. A Medicare supplement plan becomes available at Medicare eligibility.

Other Benefits

Life insurance coverage is provided to the eligible retiree and spouse. The retiree death benefit is \$40,000, and the spouse death benefit is \$20,000. Dental and vision coverage is also provided to the retiree and spouse. These benefits are for life and at no cost to the retiree.

Change in Plan Provisions

For employees hired on or after January 1, 2016, spouse coverages will not be available.

METHODS AND ASSUMPTIONS

Actuarial method

Projected Unit Cost Method

Service Cost

Determined for each employee as the Actuarial Present Value of Benefits allocated to the valuation year. The benefit attributed to the valuation year is that incremental portion of the total projected benefit earned during the year in accordance with the plan's benefit formula. This allocation is based on each employee's service between date of hire and date of expected termination.

Accumulated post-retirement benefit obligation

The Actuarial Present Value of Benefits allocated to all periods prior to the valuation year.

Discount rate

4.00% (1.00% real rate of return plus 3.00% for inflation)

Average per capita claim cost

Determined as of January 1, 2016:

<u>Age</u>	<u>Medical</u>	<u>Age</u>	<u>Medical</u>	<u>Age</u>	<u>Medical</u>	<u>Age</u>	<u>Medical</u>
50	\$ 9,879	51	\$ 10,126	52	\$ 10,379	53	\$ 10,639
54	\$ 10,905	55	\$ 11,177	56	\$ 11,457	57	\$ 11,743
58	\$ 12,037	59	\$ 12,338	60	\$ 12,646	65	\$ 2,088
70	\$ 2,476	75	\$ 2,827	80	\$ 2,960		

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 15 - OTHER POST-EMPLOYMENT BENEFITS (continued)

METHODS AND ASSUMPTIONS (continued)

The per capita cost for 65 and later is the annual premium for the Medicare supplement plan. The dental/vision annual per capita cost is assumed to be \$414.72.

Health care cost trend Level 5.00% for medical and level 2.00% for dental/vision.

Salary increase rate None assumed.

Mortality RP-2014 Total Table with Projection MP-2015.

Turnover Rates varying by age. Sample rates:

<u>Age 25</u>	<u>Age 40</u>	<u>Age 55</u>
15.00%	6.00%	0.00%

Disability None assumed.

Retirement rates Rates vary by age, with an average retirement age of 60.

Retiree contributions None.

Data assumptions

Age difference/% married Males are assumed to be 3 years older than females, 50% married.

Coverage 100% of all retirees who currently have healthcare coverage will continue with the same coverage.

100% of all actives who currently have healthcare coverage will continue with the same coverage upon retirement. For those with family coverage, 100% will elect to continue with coverage, including the spouse.

Valuation methodology and terminology We have used GASB accounting methodology to determine the post-retirement medical benefit obligations.

Amortization period The period used to determine amortization costs for the initial Unfunded Actuarial Accrued Liability is a level period for 30 years.

Valuation date January 1, 2016

The adoption date for the new GASB OPEB Accounting Standard was for the fiscal year beginning January 1, 2016. The following shows the Annual Required Contribution (ARC), Annual OPEB Cost (AOC), and the projected December 31, 2016, Net OPEB Obligation (NOO).

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 15 - OTHER POST-EMPLOYMENT BENEFITS (continued)

METHODS AND ASSUMPTIONS (continued)

Annual Required Contribution (ARC)

The Standard sets the method for determining the Police Jury's post-employment benefits accrual, the Annual Required Contribution (ARC), to include both the value of the benefits earned during the year (Service Cost) and an amortization of the Unfunded Actuarial Accrued Liability. Accordingly, the following table shows the Police Jury's 2016 fiscal year ARC based on a 30-year amortization of the Unfunded Actuarial Accrued Liability as a level dollar amount.

Fiscal Year Ending December 31, 2016	
Service cost	\$ 145,777
Unfunded Actuarial Accrued Liability Amortization	146,610
Annual Required Contribution (ARC)	\$ 292,387

Annual OPEB Cost (AOC)

If there is a prior year obligation, the Annual OPEB Cost should reflect an adjustment for the obligation including both an interest adjustment and amortization of the prior year OPEB obligation.

Annual Required Contribution (ARC)	\$ 292,387
Interest on prior year net OPEB obligation	-
Amortization of prior year net OPEB obligation	-
Total annual OPEB cost (AOC)	\$ 292,387

Annual OPEB Cost Summary (after adoption, a 3-year display will be shown):

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed*	Net OPEB Obligation
December 31, 2016	\$ 292,387	31.25%	\$ 201,004

*Based on the expected net OPEB payment (including explicit subsidy) for the current fiscal year end.

Projected December 31, 2016, Net OPEB Obligation (NOO)

Based on the Annual OPEB Cost developed above, the following is the projected December 31, 2016 Net OPEB Obligation (NOO):

	Total
January 1, 2016, Net OPEB Obligation (NOO)	\$ -
Annual OPEB Cost (AOC)	292,387
Expected Net OPEB costs+	(91,383)
Expected December 31, 2016, Net OPEB Obligation (NOO)	\$ 201,004

+Includes actual FY2016 contribution payments of \$91,383.

SECTION IV

ADDITIONAL REQUIRED SUPPLEMENTARY INFORMATION

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

BUDGETARY COMPARISON SCHEDULES

General Fund and Major Special Revenue Funds with Legally Adopted Annual Budgets

General Fund - The general fund accounts for all activities of the Police Jury except those that are accounted for in other funds.

Road Fund - This fund accounts for funds used to maintain roads.

Ambulance Fund - This fund accounts for funds used to operate the ambulance services.

Health Unit Rededicated Fund - This fund accounts for funds used to operate the health unit.

Waste Collection Fund - This fund accounts for the operation of the landfill from unrestricted revenues.

Landfill Site Fund - This fund accounts for the operation of the Parish landfill. Revenues are provided by fees from customers dumping in the landfill.

Economic Development Fund - This fund accounts for the operation of Tensas Progress, an organization that promotes economic growth for the Parish.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL (NONGAAP BASIS)

GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Taxes:				
Ad valorem	\$ 963,040	\$ 580,142	\$ 947,191	\$ 367,049
Other taxes	259,810	193,095	192,867	(228)
Licenses and permits	74,907	65,553	69,403	3,850
Intergovernmental revenues:				
State funds:				
State revenue-sharing	14,311	14,041	14,041	-
Fire insurance rebates	22,038	-	-	-
State grants	-	48,322	48,322	-
Investment income	447	201	218	17
Other revenues	118,212	54,012	75,532	21,520
Total revenues	<u>\$ 1,452,765</u>	<u>\$ 955,366</u>	<u>\$ 1,347,574</u>	<u>\$ 392,208</u>
EXPENDITURES				
General government:				
Legislative	\$ 297,150	\$ 300,023	\$ 223,370	\$ 76,653
Judicial	179,616	183,434	188,480	(5,046)
Elections	34,074	34,828	27,425	7,403
Finance and administration	303,800	308,552	292,307	16,245
Other general government	186,048	262,495	445,943	(183,448)
Public safety	110,774	160,266	116,321	43,945
Health and welfare	8,174	5,370	4,928	442
Culture and recreation	-	-	1,449	(1,449)
Total expenditures	<u>\$ 1,119,636</u>	<u>\$ 1,254,968</u>	<u>\$ 1,300,223</u>	<u>\$ (45,255)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 333,129</u>	<u>\$ (299,602)</u>	<u>\$ 47,351</u>	<u>\$ 346,953</u>
OTHER FINANCING (USES)				
Loan proceeds	\$ -	\$ 300,000	\$ 300,000	\$ -
Transfers - in (out)	(591,000)	(89,982)	(91,558)	(1,576)
Total other financing	<u>\$ (591,000)</u>	<u>\$ 210,018</u>	<u>\$ 208,442</u>	<u>\$ (1,576)</u>
Net change in fund balances	\$ (257,871)	\$ (89,584)	\$ 255,793	\$ 345,377
Fund balance - beginning of year (cash basis)	<u>244,987</u>	<u>244,987</u>	<u>244,987</u>	<u>-</u>
Fund balance - end of year (cash basis)	<u>\$ 12,884</u>	<u>\$ 155,403</u>	<u>\$ 500,780</u>	<u>\$ 345,377</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL (NONGAAP BASIS)

ROAD FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Sales taxes	\$ 524,395	\$ 414,493	\$ 445,569	\$ 31,076
Intergovernmental revenues:				
State funds:				
Parish transportation funds	101,479	83,821	88,699	4,878
Investment income	70	86	-	(86)
Other revenues	87,073	91,094	101,435	10,341
Total revenues	<u>\$ 713,017</u>	<u>\$ 589,494</u>	<u>\$ 635,703</u>	<u>\$ 46,209</u>
EXPENDITURES				
General government				
Finance and administrative	\$ 38,811	\$ 29,955	\$ 48,294	\$ (18,339)
Public works	1,093,250	816,926	723,695	93,231
Capital outlay	-	57,287	16,910	40,377
Total expenditures	<u>\$ 1,132,061</u>	<u>\$ 904,168</u>	<u>\$ 788,899</u>	<u>\$ 115,269</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (419,044)</u>	<u>\$ (314,674)</u>	<u>\$ (153,196)</u>	<u>\$ 161,478</u>
OTHER FINANCING SOURCES				
Transfers - in	<u>\$ 420,000</u>	<u>\$ 239,034</u>	<u>\$ 198,402</u>	<u>\$ (40,632)</u>
	<u>\$ 420,000</u>	<u>\$ 239,034</u>	<u>\$ 198,402</u>	<u>\$ (40,632)</u>
Net change in fund balances	\$ 956	\$ (75,640)	\$ 45,206	\$ 120,846
Fund balance - beginning of year (cash basis)	<u>117,555</u>	<u>117,555</u>	<u>117,555</u>	<u>-</u>
Fund balance - end of year (cash basis)	<u>\$ 118,511</u>	<u>\$ 41,915</u>	<u>\$ 162,761</u>	<u>\$ 120,846</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL (NONGAAP BASIS)

AMBULANCE FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Taxes:				
Sales taxes	\$ 567,886	\$ 448,874	\$ 448,874	\$ -
Investment income	11	33	39	6
Total revenues	<u>\$ 567,897</u>	<u>\$ 448,907</u>	<u>\$ 448,913</u>	<u>\$ 6</u>
EXPENDITURES				
General government:				
Finance and administrative	\$ 17,983	\$ 16,028	\$ 15,930	\$ 98
Health and welfare	404,377	404,545	403,646	899
Total expenditures	<u>\$ 422,360</u>	<u>\$ 420,573</u>	<u>\$ 419,576</u>	<u>\$ 997</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 145,537</u>	<u>\$ 28,334</u>	<u>\$ 29,337</u>	<u>\$ 1,003</u>
OTHER FINANCING (USES)				
Transfers - (out)	\$ (69,000)	\$ (25,264)	\$ (25,264)	\$ -
Net change in fund balances	\$ 76,537	\$ 3,070	\$ 4,073	\$ 1,003
Fund balance - beginning of year (cash basis)	<u>3,853</u>	<u>3,853</u>	<u>3,853</u>	<u>-</u>
Fund balance - end of year (cash basis)	<u>\$ 80,390</u>	<u>\$ 6,923</u>	<u>\$ 7,926</u>	<u>\$ 1,003</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL (NONGAAP BASIS)

WASTE COLLECTION FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Taxes:				
Sales tax	\$ 349,511	\$ 276,260	\$ 268,257	\$ (8,003)
Fees, charges, and commissions	75,000	230,598	230,598	-
Investment income	231	31	35	4
Other revenues	-	960	36,493	35,533
Total revenues	<u>\$ 424,742</u>	<u>\$ 507,849</u>	<u>\$ 535,383</u>	<u>\$ 27,534</u>
EXPENDITURES				
General government:				
Finance and administrative	\$ 37,204	\$ 99,878	\$ 133,924	\$ (34,046)
Public works	382,200	453,088	409,719	43,369
Total expenditures	<u>\$ 419,404</u>	<u>\$ 552,966</u>	<u>\$ 543,643</u>	<u>\$ 9,323</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ 5,338</u>	<u>\$ (45,117)</u>	<u>\$ (8,260)</u>	<u>\$ 36,857</u>
OTHER FINANCING SOURCES				
Transfers - in	\$ -	\$ 18,926	\$ 18,926	\$ -
	<u>\$ -</u>	<u>\$ 18,926</u>	<u>\$ 18,926</u>	<u>\$ -</u>
Net change in fund balances	\$ 5,338	\$ (26,191)	\$ 10,666	\$ 36,857
Fund balance - beginning of year (cash basis)	<u>11,491</u>	<u>11,491</u>	<u>11,491</u>	<u>-</u>
Fund balance - end of year (cash basis)	<u>\$ 16,829</u>	<u>\$ 14,700</u>	<u>\$ 22,157</u>	<u>\$ 36,857</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL (NONGAAP BASIS)

LANDFILL SITE FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Investment income	\$ -	\$ -	\$ -	\$ -
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
General government:				
Finance and administrative	\$ -	\$ -	\$ -	\$ -
Total expenditures	\$ -	\$ -	\$ -	\$ -
EXCESS OF REVENUES OVER EXPENDITURES				
	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING (USES)				
Transfers - (out)	\$ -	\$ -	\$ -	\$ -
Total other financing	\$ -	\$ -	\$ -	\$ -
Net change in fund balances	\$ -	\$ -	\$ -	\$ -
Fund balance - beginning of year (cash basis)	989,796	989,796	989,796	-
Fund balance - end of year (cash basis)	\$ 989,796	\$ 989,796	\$ 989,796	\$ -

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL (NONGAAP BASIS)

ECONOMIC DEVELOPMENT FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Taxes:				
Sales taxes	\$ 262,197	\$ 207,244	\$ 207,244	\$ -
Intergovernmental revenues:				
State funds:				
State grants	-	35,723	35,723	-
Fees, charges, and commissions	2,373	3,870	3,870	-
Investment income	7	51	56	5
Other revenues	114,934	69,861	110,823	40,962
Total revenues	<u>\$ 379,511</u>	<u>\$ 316,749</u>	<u>\$ 357,716</u>	<u>\$ 40,967</u>
EXPENDITURES				
General government:				
Finance and administration	\$ 34,726	\$ 13,266	\$ 14,073	\$ (807)
Economic development	326,856	349,665	379,840	(30,175)
Public works	-	25,504	24,249	1,255
Capital outlay	32,346	37,728	5,700	32,028
Total expenditures	<u>\$ 393,928</u>	<u>\$ 426,163</u>	<u>\$ 423,862</u>	<u>\$ 2,301</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (14,417)</u>	<u>\$ (109,414)</u>	<u>\$ (66,146)</u>	<u>\$ 43,268</u>
OTHER FINANCING (USES)				
Transfers - in (out)	\$ -	63,000	63,000	-
Total other financing	<u>\$ -</u>	<u>\$ 63,000</u>	<u>\$ 63,000</u>	<u>\$ -</u>
Net change in fund balances	\$ (14,417)	\$ (46,414)	\$ (3,146)	\$ 43,268
Fund balance - beginning of year (cash basis)	48,364	48,364	48,364	-
Fund balance - end of year (cash basis)	<u>\$ 33,947</u>	<u>\$ (1,950)</u>	<u>\$ 45,218</u>	<u>\$ 43,268</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2016

Budgetary Comparison Schedule

1. Basis of Presentation

The Budgetary Comparison Schedule presents the original legally adopted budget, the final legally adopted budget, the actual data on the cash basis, and variances between the final budget and the actual data.

2. Budget Adoption and Amendments

Preliminary budgets for the ensuing year are prepared by the secretary-treasurer prior to December 31 of each year. The availability of the proposed budgets for public inspection and the date of the public hearing on the proposed budgets are advertised in the official journal. During its December meeting, the Police Jury holds a public hearing on the proposed budgets in order to receive comments from residents of the Parish. Changes are made to the proposed budgets based on the public hearing and the desires of the Police Jury. The budgets are then adopted during the Police Jury's regular December meeting.

The secretary-treasurer presents necessary budget amendments to the Police Jury during the year when, in her judgment, actual operations are differing materially from those anticipated in the original budget. During a regular meeting, the Police Jury reviews the proposed amendments, makes changes as it deems necessary, and formally adopts the amendments. The adoption of the amendments is included in Police Jury minutes published in the official journal.

The Police Jury exercises budgetary control at the functional level. Within functions, the secretary-treasurer has the discretion to make changes as she deems necessary for proper control. Unexpended appropriations lapse at year end and must be re-appropriated in the next year's budget to be expended.

Appropriations lapse at year end and must be reappropriated for the following year to be expended. All changes in the budgets must be approved by the Board and the grantor agencies.

3. Budget/GAAP Reconciliation

The major differences between the budgetary basis and the GAAP basis are:

- a. Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP).
- b. Expenditures are recorded when paid in cash (budgetary) as opposed to when susceptible to accrual (GAAP).

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2016

Budgetary Comparison Schedule (continued)

The following schedule reconciles net change in fund balances on the budgetary basis schedules to the GAAP basis financial statements for the General Fund and each major special revenue fund, except the Landfill Site Fund, in which there were no changes.

	<u>General Fund</u>	<u>Road Fund</u>	<u>Ambulance Fund</u>	<u>Waste Collection Fund</u>	<u>Economic Development Fund</u>
Net change budget basis	\$ 255,793	\$ 45,206	\$ 4,073	\$ 10,666	\$ (3,146)
Increase (decrease)					
Net adjustments for revenue accruals	109,927	(24,568)	7,049	12,341	3,254
Net adjustments for expenditure accruals	<u>64,345</u>	<u>(56,067)</u>	<u>1,165</u>	<u>18,450</u>	<u>3,148</u>
Net change GAAP basis	<u>\$ 430,065</u>	<u>\$ (35,429)</u>	<u>\$ 12,287</u>	<u>\$ 41,457</u>	<u>\$ 3,256</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF THE POLICE JURY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM OF LOUISIANA

YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
Police Jury's proportion of the net pension liability (asset)	.16%	.15%
Police Jury's proportionate share of the net pension liability (asset)	\$ 422,722	\$ 41,141
Police Jury's covered-employee payroll	\$ 920,769	\$ 968,448
Police Jury's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	45.91%	4.25%
Plan fiduciary net position as a percentage of the total pension liability	92.23%	99.15%

- This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF THE POLICE JURY'S CONTRIBUTIONS
PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM OF LOUISIANA

YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 65,734	\$ 133,511
Contributions in relation to the contractually required contribution	<u>(65,734)</u>	<u>(133,511)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Police Jury's covered-employee payroll	\$ 682,869	\$ 920,769
Contributions as a percentage of covered-employee payroll	9.63%	14.50%

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See Independent Auditor's Report.

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

SCHEDULE OF THE POLICE JURY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

LOUISIANA REGISTRAR OF VOTERS EMPLOYEES' RETIREMENT SYSTEM OF LOUISIANA

YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
Police Jury's proportion of the net pension liability (asset)	.136508%	.14%
Police Jury's proportionate share of the net pension liability (asset)	\$ 38,734	\$ 33,852
Police Jury's covered-employee payroll	\$ 18,750	\$ 18,750
Police Jury's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	206.58%	180.54%
Plan fiduciary net position as a percentage of the total pension liability	73.98%	76.86%

- This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF THE POLICE JURY'S CONTRIBUTIONS

LOUISIANA REGISTRAR OF VOTERS EMPLOYEES' RETIREMENT SYSTEM OF LOUISIANA

YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 3,984	\$ 4,383
Contributions in relation to the contractually required contribution	<u>(3,984)</u>	<u>(4,383)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Police Jury's covered-employee payroll	\$ 18,750	\$ 18,750
Contributions as a percentage of covered-employee payroll	21.25%	23.38%

- This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF THE POLICE JURY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

LOUISIANA STATE DISTRICT ATTORNEY'S RETIREMENT SYSTEM OF LOUISIANA

YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
Police Jury's proportion of the net pension liability (asset)	.014873%	.016419%
Police Jury's proportionate share of the net pension liability (asset)	\$ 2,847	\$ 884
Police Jury's covered-employee payroll	\$ 9,000	\$ 9,000
Police Jury's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	31.63%	9.82%
Plan fiduciary net position as a percentage of the total pension liability	95.09%	98.56%

- This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF THE POLICE JURY'S CONTRIBUTIONS

LOUISIANA STATE DISTRICT ATTORNEY'S RETIREMENT SYSTEM OF LOUISIANA

YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 157	\$ 525
Contributions in relation to the contractually required contribution	<u>(157)</u>	<u>(525)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Police Jury's covered-employee payroll	\$ 9,000	\$ 9,000
Contributions as a percentage of covered-employee payroll	1.74%	5.83%

- This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF FUNDING PROGRESS FOR OTHER POST-EMPLOYMENT BENEFIT PLAN

YEAR ENDED DECEMBER 31, 2016

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded AAL (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	((b-a)/c) UAAL as a Percentage of Covered Payroll
12-31-2016	\$ -	\$ 2,534,481	\$ 2,534,481	-	\$ 641,990	394.79%

See Independent Auditor's Report.

SECTION V

OTHER SUPPLEMENTARY INFORMATION

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF COMPENSATION, REIMBURSEMENTS, BENEFITS,
AND OTHER PAYMENTS TO AGENCY HEAD

FOR THE YEAR ENDED DECEMBER 31, 2016

Agency Head Name: Larry Foster, President

Salary	\$	24,000
Benefits - insurance		10,719
Benefits - retirement		-
Travel		-
Total	\$	<u>34,719</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SUPPLEMENTARY INFORMATION SCHEDULES

AS OF DECEMBER 31, 2016

COMPENSATION PAID

The schedule of compensation paid to Police Jurors and other board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

POLICE JURORS

Compensation of the Police Jurors is included in the legislative expenditures of the General Fund. In accordance with Louisiana Revised Statute 33:1233, the Police Jury has elected the monthly payment method of compensation. Under this method, Jurors receive monthly compensation at varying rates, but not exceeding the maximum provided by state law.

COMMISSIONERS - GRAVITY DRAINAGE DISTRICTS

In accordance with Louisiana Revised Statute (LSR-R.S.) 38:1794, each board member may receive per diem of up to \$60 for each day in the conduct of official business of the District, not to exceed 36 days each year.

The board of commissioners of Gravity District No. 1 has elected to receive \$50 per diem per meeting.

The board of commissioners of Gravity District No. 2 has elected to receive \$50 per diem per meeting.

The board of commissioners of Gravity District No. 3 has elected to receive \$50 per diem per meeting.

COMMISSIONERS - LIBRARY BOARD OF CONTROL

The commissioners of the Library Board of Control receive no compensation from the library.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SUPPLEMENTARY INFORMATION SCHEDULES

SCHEDULE OF COMPENSATION PAID POLICE JURORS AND OTHERS

FOR THE YEAR ENDED DECEMBER 31, 2016

<u>Police Jurors</u>	
Larry Foster	\$ 24,000
William Trevillion	19,200
Roderick Webb	19,200
Thomas Crigler	19,200
Danny C. Clark	19,200
Bubba Rushing	19,200
James Davis, Jr.	19,200
Totals	<u>\$ 139,200</u>
 <u>Gravity Drainage District No. 1</u>	
Bubba Rushing	\$ 300
Woodrow Wiley, Jr.	375
Walter Butler	300
James Davis, Jr.	225
Will Manning	150
Totals	<u>\$ 1,350</u>
 <u>Gravity Drainage District No. 2</u>	
Bill Crigler	\$ 225
Ben Britton	150
Brian Kifer	225
LaVance Herring	225
Ben Burnside, Jr.	225
Totals	<u>\$ 1,050</u>
 <u>Gravity Drainage District No. 3</u>	
Clarence Evans	\$ 225
David Miller	150
Bobby Conner	75
Russell Ratcliff	225
James Arceneaux	225
Totals	<u>\$ 900</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SUPPLEMENTARY INFORMATION SCHEDULES

SCHEDULE OF INSURANCE COVERAGE

FOR THE YEAR ENDED DECEMBER 31, 2016

Below is a listing of insurance policies in force as of December 31, 2016:

Policy Type	Number	Company	Coverage	Expiration
1. General liability	11N17540	Travelers		8/1/2016
General aggregate			\$3,000,000	
Each occurrence limit			\$1,000,000	
Products - completed operations			\$3,000,000	
Damages to premises rented			\$100,000	
2. Crime - directors	6303127R869	Travelers		8/1/2016
Employee theft			\$200,000	
Forgery			\$25,000	
Robbery			\$25,000	
3. Workmen's compensation	WCV-0081649-05	Stonetrust		1/1/2016
Each accident			\$1,000,000	
Disease - each employee			\$1,000,000	
Disease - policy limit			\$1,000,000	
4. Property insurance	6303127R869	Travelers		8/1/2016
Safety building			\$3,400,000	
Courthouse			\$5,025,000	
Annex			\$602,000	
Jail			\$562,000	
Vehicles and equipment			\$Various	
5. Auto insurance				
Each occurrence limit	9157P83A	Travelers		8/1/2016
			\$1,000,000	
6. Scheduled Bond insurance	104850194	Travelers		8/1/2016
Each occurrence limit			\$200,000	

See Independent Auditor's Report.

COMBINING NONMAJOR GOVERNMENTAL FUNDS -
BY FUND TYPE

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS

YEAR ENDED DECEMBER 31, 2016

Nonmajor Special Revenue Funds

Debt Service Fund - accounts for the payment of interest and principal of long-term debt.

Drainage Districts No. 1, No. 2, and No. 3 - accounts for drainage projects within the boundaries of each respective District. A specific ad valorem tax and the related state revenue sharing in each District provide financing.

Ambulance Rededication Fund - This fund accounts for excess funds rededicated out of the Ambulance Fund for the construction related to courthouse facilities. Funds this year are being spent for the construction of the safety building which will house the Police Jury, Sheriff, and related public safety entities.

Criminal Court - created by Section 571.11 of Title 15 of the Louisiana Revised Statute of 1950, which provided that fines and forfeitures imposed by the district courts and district attorney conviction fees in criminal cases be transferred to Parish treasurer and deposited into a special Criminal Court Fund to be used to pay expenses of the criminal court system of the Parish. Expenditures are made from the fund on motion of the district attorney and approved by the district judges. The statute requires that one-half of the fund balance remaining at December 31 of each year be transferred to the Parish General Fund.

Emergency Preparedness - accounts for the operation of the Parish-wide civil defense program. Financing is provided by a grant from the Federal Emergency Management Agency.

Health Unit Fund - This fund accounts for funds used to operate the health unit.

Fire Protection Fund - This fund accounts for the activities relating to the collection and remittance of the one-quarter of one percent sales tax approved by the voters for a period of ten years. The net proceeds of the tax (after cost of collections) are dedicated for the purpose of establishing and maintaining a Parish-wide fire protection district. The net proceeds are remitted to the Fire Protection District No. 1 of Tensas Parish for subsequent disbursement by the board of commissioners for fire protection in the Parish.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET - BY FUND TYPE

DECEMBER 31, 2016

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 610,850	\$ -	\$ 610,850
Receivables	286,518	-	286,518
Restricted assets	-	33,997	33,997
Due from other funds	7,769	-	7,769
Total assets	<u>\$ 905,137</u>	<u>\$ 33,997</u>	<u>\$ 939,134</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Bank overdraft	\$ 1,130	\$ -	\$ 1,130
Accounts, salaries, and other payables	103,092	-	103,092
Total liabilities	<u>\$ 104,222</u>	<u>\$ -</u>	<u>\$ 104,222</u>
Fund balances:			
Reserved for:			
Debt service	\$ -	\$ 33,997	\$ 33,997
Unassigned, reported in:			
Special revenue	800,915	-	800,915
Total fund balances	<u>\$ 800,915</u>	<u>\$ 33,997</u>	<u>\$ 834,912</u>
Total liabilities and fund balances	<u>\$ 905,137</u>	<u>\$ 33,997</u>	<u>\$ 939,134</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BY FUND TYPE

FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Total</u>
REVENUES			
Taxes:			
Ad valorem	\$ 350,026	\$ -	\$ 350,026
Intergovernmental revenues:			
State funds:			
State revenue sharing	16,325	-	16,325
Fees, charges, and commissions	172,912	-	172,912
Fines and forfeitures	56,167	-	56,167
Investment income	1,800	51	1,851
Other revenues	20,700	-	20,700
Total revenues	<u>\$ 617,930</u>	<u>\$ 51</u>	<u>\$ 617,981</u>
EXPENDITURES			
General government:			
Judicial	\$ 259,106	\$ -	\$ 259,106
Finance and administrative	68,890	-	68,890
Public safety	167,746	-	167,746
Public works	46,985	-	46,985
Culture and recreation	127,677	-	127,677
Debt service:			
Principal retirement	13,717	55,000	68,717
Interest and bank charges	29,063	13,733	42,796
Total expenditures	<u>\$ 713,184</u>	<u>\$ 68,733</u>	<u>\$ 781,917</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>\$ (95,254)</u>	<u>\$ (68,682)</u>	<u>\$ (163,936)</u>
OTHER FINANCING SOURCES (USES)			
Transfers - in	\$ 236,424	\$ 80,974	\$ 317,398
Transfers - (out)	(550,984)	-	(550,984)
Total other financing sources	<u>\$ (314,560)</u>	<u>\$ 80,974</u>	<u>\$ (233,586)</u>
Net change in fund balances	\$ (409,814)	\$ 12,292	\$ (397,522)
Fund balances, beginning of year	<u>1,210,729</u>	<u>21,705</u>	<u>1,232,434</u>
Fund balances, end of year	<u>\$ 800,915</u>	<u>\$ 33,997</u>	<u>\$ 834,912</u>

See Independent Auditor's Report.

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

DECEMBER 31, 2016

	<u>Drainage District No. 1</u>	<u>Drainage District No. 2</u>	<u>Drainage District No. 3</u>	<u>Ambulance Rededication Fund</u>	<u>Criminal Court Fund</u>	<u>Health Unit Fund</u>	<u>Emergency Preparedness Fund</u>	<u>Fire Protection Fund</u>	<u>Total</u>
ASSETS									
Cash and cash equivalents	\$ 133,219	\$ 230,712	\$ 140,747	\$ 461	\$ -	\$ 85,720	\$ 21	\$ 19,970	\$ 610,850
Receivables	46,956	54,340	15,410	-	3,806	157,698	-	8,308	286,518
Due from other funds	-	-	-	-	-	-	-	7,769	7,769
Total assets	<u>\$ 180,175</u>	<u>\$ 285,052</u>	<u>\$ 156,157</u>	<u>\$ 461</u>	<u>\$ 3,806</u>	<u>\$ 243,418</u>	<u>\$ 21</u>	<u>\$ 36,047</u>	<u>\$ 905,137</u>
LIABILITIES AND FUND BALANCES									
Liabilities:									
Bank overdraft	\$ -	\$ -	\$ -	\$ -	\$ 1,130	\$ -	\$ -	\$ -	\$ 1,130
Accounts, salaries, and other payables	-	-	-	-	37,372	5,696	7,000	53,024	103,092
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,502</u>	<u>\$ 5,696</u>	<u>\$ 7,000</u>	<u>\$ 53,024</u>	<u>\$ 104,222</u>
Fund balances:									
Committed - special revenue projects (deficit)	\$ 180,175	\$ 285,052	\$ 156,157	\$ 461	\$ (34,696)	\$ 237,722	\$ (6,979)	\$ (16,977)	\$ 800,915
Total fund balances	<u>\$ 180,175</u>	<u>\$ 285,052</u>	<u>\$ 156,157</u>	<u>\$ 461</u>	<u>\$ (34,696)</u>	<u>\$ 237,722</u>	<u>\$ (6,979)</u>	<u>\$ (16,977)</u>	<u>\$ 800,915</u>
Total liabilities and fund balances	<u>\$ 180,175</u>	<u>\$ 285,052</u>	<u>\$ 156,157</u>	<u>\$ 461</u>	<u>\$ 3,806</u>	<u>\$ 243,418</u>	<u>\$ 21</u>	<u>\$ 36,047</u>	<u>\$ 905,137</u>

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED DECEMBER 31, 2016

	Drainage District No. 1	Drainage District No. 2	Drainage District No. 3	Ambulance Rededication Fund	Criminal Court Fund	Health Unit Fund	Emergency Preparedness Fund	Fire Protection Fund	Total
REVENUES									
Taxes:									
Ad valorem	\$ 54,496	\$ 63,598	\$ 19,902	\$ -	\$ -	\$ 212,030	\$ -	\$ -	\$ 350,026
Intergovernmental revenues:									
State funds:									
State revenue sharing	2,754	4,926	2,018	-	-	6,627	-	-	16,325
Fees, charges, and commissions	-	-	-	-	-	-	172,912	-	172,912
Fines and forfeitures	-	-	-	-	56,167	-	-	-	56,167
Investment income	275	440	291	4	9	729	12	40	1,800
Other revenues	-	-	-	-	4,800	-	15,900	-	20,700
Total revenues	\$ 57,525	\$ 68,964	\$ 22,211	\$ 4	\$ 60,976	\$ 219,386	\$ 188,824	\$ 40	\$ 617,930
EXPENDITURES									
General government:									
Judicial	\$ -	\$ -	\$ -	\$ -	\$ 259,106	\$ -	\$ -	\$ -	\$ 259,106
Finance and administrative	4,865	2,775	2,292	31,211	-	2,324	21,568	3,855	68,890
Public safety	-	-	-	-	-	-	167,746	-	167,746
Public works	15,026	14,421	17,538	-	-	-	-	-	46,985
Health and welfare	-	-	-	-	-	127,677	-	-	127,677
Debt service:									
Principal retirement	-	-	-	13,717	-	-	-	-	13,717
Interest expense	-	-	-	29,063	-	-	-	-	29,063
Total expenditures	\$ 19,891	\$ 17,196	\$ 19,830	\$ 73,991	\$ 259,106	\$ 130,001	\$ 189,314	\$ 3,855	\$ 713,184
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 37,634	\$ 51,768	\$ 2,381	\$ (73,987)	\$ (198,130)	\$ 89,385	\$ (490)	\$ (3,815)	\$ (95,254)
OTHER FINANCING SOURCES (USES)									
Transfers - in	\$ -	\$ -	\$ -	\$ 73,965	\$ 162,459	\$ -	\$ -	\$ -	\$ 236,424
Transfers - (out)	(9,428)	(9,428)	(9,428)	-	-	(518,200)	(4,500)	-	(550,984)
Total other financing sources (uses)	\$ (9,428)	\$ (9,428)	\$ (9,428)	\$ 73,965	\$ 162,459	\$ (518,200)	\$ (4,500)	\$ -	\$ (314,560)
Net change in fund balances (deficit)	\$ 28,206	\$ 42,340	\$ (7,047)	\$ (22)	\$ (35,671)	\$ (428,815)	\$ (4,990)	\$ (3,815)	\$ (409,814)
FUND BALANCES - BEGINNING (deficit)	151,969	242,712	163,204	483	975	666,537	(1,989)	(13,162)	1,210,729
FUND BALANCES - ENDING (deficit)	\$ 180,175	\$ 285,052	\$ 156,157	\$ 461	\$ (34,696)	\$ 237,722	\$ (6,979)	\$ (16,977)	\$ 800,915

See Independent Auditor's Report.

SECTION VI
**REPORTS ON INTERNAL
CONTROL AND COMPLIANCE**



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**INDEPENDENT AUDITOR'S 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**

Police Jurors
 Tensas Parish Police Jury
 St. Joseph, Louisiana

We have audited, in accordance with the 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, each major fund, and the aggregate remaining fund information of the Tensas Parish Police Jury as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Tensas Parish Police Jury's basic financial statements, and have issued our report thereon dated June 5, 2017.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Silas Simmons, LLP

Natchez, Mississippi
June 5, 2017

SCHEDULE OF FINDINGS

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

SCHEDULE OF FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2016

SUMMARY OF AUDIT RESULTS

Financial Statements:

- | | |
|--|---------|
| 1. Type of auditor's report issued on the financial statements: | Adverse |
| 2. Internal control over financial reporting: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiency(ies) identified that are not considered to be material weaknesses? | No |
| 3. Material noncompliance relating to the financial statements? | No |

**TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA**

**SUPPLEMENTARY INFORMATION SCHEDULES
DECEMBER 31, 2016**

**STATUS OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2015**

<u>Ref No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
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Section I - Internal Control and Compliance Material to the Financial Statements:
None

Section II - Internal Control and Compliance Material to Federal Awards:
None

Section III - Management Letter:
None

TENSAS PARISH POLICE JURY
ST. JOSEPH, LOUISIANA

CURRENT YEAR FINDINGS, RECOMMENDATIONS, AND
CORRECTIVE ACTION PLAN

FOR THE YEAR ENDED DECEMBER 31, 2016

<u>Ref No.</u>	<u>Description of Finding</u>	<u>Name(s) of Contact Person(s)</u>	<u>Anticipated Completion Date</u>
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Section I - Internal Control and Compliance Material to the Financial Statements:
None

Section II - Internal Control and Compliance Material to Federal Awards:
None

Section III - Management Letter:
None