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Richard White, Mayor
Richard Cook, Alderman at Large
Jim Moser, Alderman Ward 1
Diandra Hosey, Alderman Ward 2



Theresa Marble, Alderman Ward 3
Teresa A. Mack, Alderman Ward 4
Wanda Smith, Alderman Ward 5
D.L. Ford, Alderman Ward 6

June 30, 2017

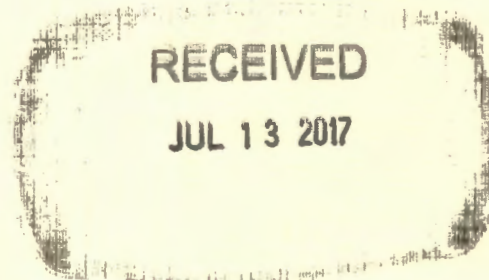
Office of the State Auditor
P.O. Box 956
Jackson, Mississippi 39205

Re: Annual Municipal Audit

Accompanying this letter is a copy of the Comprehensive Annual Financial Report of the City of Byram, Mississippi for the fiscal year ended September 30, 2016. In connection with this audit, a separate management letter was written to the City of Byram. Enclosed you will find a copy of this management letter along with the audit reports.

Sincerely,

Mayor



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**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**



CITY OF BYRAM, MISSISSIPPI
For the Fiscal Year Ended September 30, 2016

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Prepared by the Department of Finance and Administrative
Angela Richburg, City Clerk

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CITY OF BYRAM, MISSISSIPPI
Comprehensive Annual Financial Report
For the Year Ended September 30, 2016

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I

INTRODUCTORY SECTION

This section contains a letter of transmittal intended to give the reader a concise but thorough understanding of the background, structure, and the economic and financial condition of the City. An organizational chart is included along with a listing of principal City officials.

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INTRODUCTORY
SECTION



April 17, 2017

To the Citizens of the City of Byram, Mississippi:

It is our pleasure to submit the Comprehensive Annual Financial Report (CAFR) of the City of Byram, Mississippi, for the fiscal year ended September 30, 2016. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentations in the financial statements, including all disclosures, rests with the management of the City of Byram. This report was prepared in conformity with generally accepted accounting principles in the United States of America (GAAP).

The City is responsible for establishing and maintaining internal controls to ensure that adequate accounting data is compiled to allow preparation of financial statements in conformity with GAAP. Because the cost of a control should not exceed the benefits likely to be derived, internal controls have been implemented to provide reasonable, but not absolute, assurance regarding the reliability of the financial statements. We believe the information as presented is complete and accurate.

Fortenberry & Ballard, P.C., Certified Public Accountants, performed an examination, 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, of the basic financial statements for the City of Byram. Their unmodified opinion is presented as the first page of the financial section of this report. Also, as required by federal law, a single audit was conducted and the report includes a report on compliance and internal control over compliance on major federal program funds expended by the City of Byram.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A of the City of Byram can be found immediately following the auditor's report.

Profile of the Government

The City of Byram, Mississippi is the newest city of Hinds County and the second newest city of the State of Mississippi. It was incorporated in 2009 and has approximately 11,500 residents. It is situated south of Jackson, Mississippi on I-55 South and has been referred to as a smaller suburb nestled to the west of the Pearl River, which ultimately feeds into the Mississippi River. 9

Between 2000 and 2017, the population of the City of Byram grew by nearly 6,000 residents as citizens of Jackson, other surrounding communities, and Hurricane Katrina affected areas made their way to a newly thriving area. Byram residents send their children to schools operated by the Hinds County School District of which three of their largest schools are located within Byram city limits. It is also home to Willow Creek Nursing Home Facility for the elderly.

Numerous local and national businesses make their home in Byram with the newest being a Walmart. Siwell Road and Terry Road are home to shopping centers, restaurants, small businesses and neighborhoods. In April of 2011, the City of Byram approved its first TIF (Tax Incentive Financing) Development to assist in encouraging retail growth. The City also continues growth with new business expansions along Interstate 55.

Byram is a code-charter municipality, operating under a Mayor/Board of Aldermen/Alderwomen form of government. The Mayor is part-time and elected at-large. Of the seven Aldermen/Alderwomen, six are elected by ward, and one is elected at-large. The Mayor and Board serve concurrent four-year terms with the next city-wide general election being held in June 2017.

The City provides a full range of services to enhance and protect the lives of its citizens. The services include, but are not limited to, police and fire protection, recreational and cultural services, sewer services, construction and maintenance of streets and infrastructure, planning and zoning, and general administrative services.

The City of Byram maintains specific budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Mayor and Board of Aldermen/Alderwomen. Activities of the general funds, special revenue funds, debt service funds, capital projects funds, and enterprise funds are included in the annual appropriated budget. The legal level of budgetary control, the level at which expenditures cannot legally exceed the appropriated amount is established by major expenditure classifications within departments. These major classifications are personnel services, supplies, services, and capital outlay/debt services. Changes in the appropriated amount of any major classification requires approval of the governing body; however, equal transfers between line items within a specific classification may be approved by the City Clerk, whom is the Director of Finance and Administration.

Factors Affecting Financial Condition

The City of Byram currently enjoys a stable economic environment and local indicators point to its continued stability. The City's primary sources of revenue are property taxes and sales taxes. At September 30, 2016 approximately 43.6 percent were represented in property taxes while 32.9 percent of the City's general revenues were comprised of sales taxes. City property owners pay property taxes for city, county and schools totaling \$145.28 per \$1,000 of assessed value. The assessment rates are 10 percent for residential property, 15 percent for other real property and 30 percent for personal property. There is no local income tax.

Although Byram is a young municipality, it prides itself in maintaining a reserve balance that will maintain a minimum of three months of service in time of emergency. The majority of funds were accumulated during the first three years and increased as needed in following years. During the first seven years, the city was able to establish its initial City Hall, Fire Station, Police Department, and a Public Works Department which includes the beginning stages of a Parks and Recreation Department while maintaining a minimal debt ratio.

Long-Term Financial Planning

Various departments have prepared strategic plans regarding buildings, equipment, infrastructure projects and miscellaneous capital improvements. These plans are referred to during the annual budget preparation for determination of financing and timing of budget integration.

During the annual budget process in August, every department head is required to present his/her annual personnel, buildings and equipment, and any other items deemed necessary for the upcoming year to the Mayor and Board of Aldermen/Alderwomen. At this time, recommendations for financing such as lease purchases and issuance of general obligation bonds are made and taken into account when preparing the yearly budget.

Relevant Financial Policies

The City of Byram is required by Section 21-35-25 of Mississippi Code to make revisions to the annual budget no later than the July board meeting if it appears at that time collections of anticipated revenues will be less than expected and create a deficit balance. During the current year General Fund increase to revenues in the amount of \$940 thousand dollars were made as well as an increase of \$940 thousand in expenditures. The increase in revenue was due to various donations, service fees and grant funded projects. Examples of these include \$45 thousand in additional building permits, \$95 thousand in additional sales tax, \$40 thousand in donations and registrations fees for the Byram Swinging Bridge Festival and newly formed Soccer League, \$235 thousand MDOT grant funds for the Siwell Road North resurfacing, \$155 thousand in Barrington Construction and Hinds County funds for the Barrington Subdivision paving project. The increase of expenditures was primarily due to the \$765 thousand increase in street paving for the grant funded Siwell Road North project as well as Barrington Subdivision paving. The City also increased expenditures by \$31 thousand in the Parks and Recreation budget for additional entertainment at the Swinging Bridge Festival and the addition of a City of Byram soccer league. The City has not adopted a minimum fund balance policy but prides itself in maintaining a reserve balance large enough to maintain day to day business for a minimum of three months.

Major Initiatives

During fiscal year 2016, Byram completed its second phase of the CDBG Lake Ridgelea project. Phase II of the CDBG Lake Ridgelea project was funded by 50 percent Community Development Block Grant and 50 percent Sewer Rehabilitation Financing and will supply sewer to approximately 136 homes currently operating on septic tanks. The Siwell Road North resurfacing project and the resurfacing of McCarty Road were begun and will be completed in the fall of 2016. Approximately seven miles of streets other than Siwell Road North and McCarty Road were repaved during the current fiscal year which included streets in Barrington Subdivision, Byramdale Subdivision and Branch Creek. The City of Byram also kicked off its first official

sports organization which is the Byram Soccer League. This begins the City's official Parks and Recreation Department.

Awards and Acknowledgments

The preparation of this report on a timely basis could not have been accomplished without the cooperation of the entire staff of the Department of Finance and Administration. We also wish to express our appreciation for the cooperation of the other City Departments in providing information for this report.

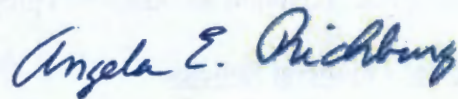
We acknowledge the thorough and professional manner in which the audit was conducted by our independent auditors, Fortenberry & Ballard, P.C., and their contribution toward the preparation of this CAFR.

Finally, we acknowledge the Board of Aldermen/Alderwomen. Their continuing interest and support are greatly appreciated.

Respectfully yours,



Richard White
Mayor
City of Byram



Angela Richburg
City Clerk
City of Byram



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

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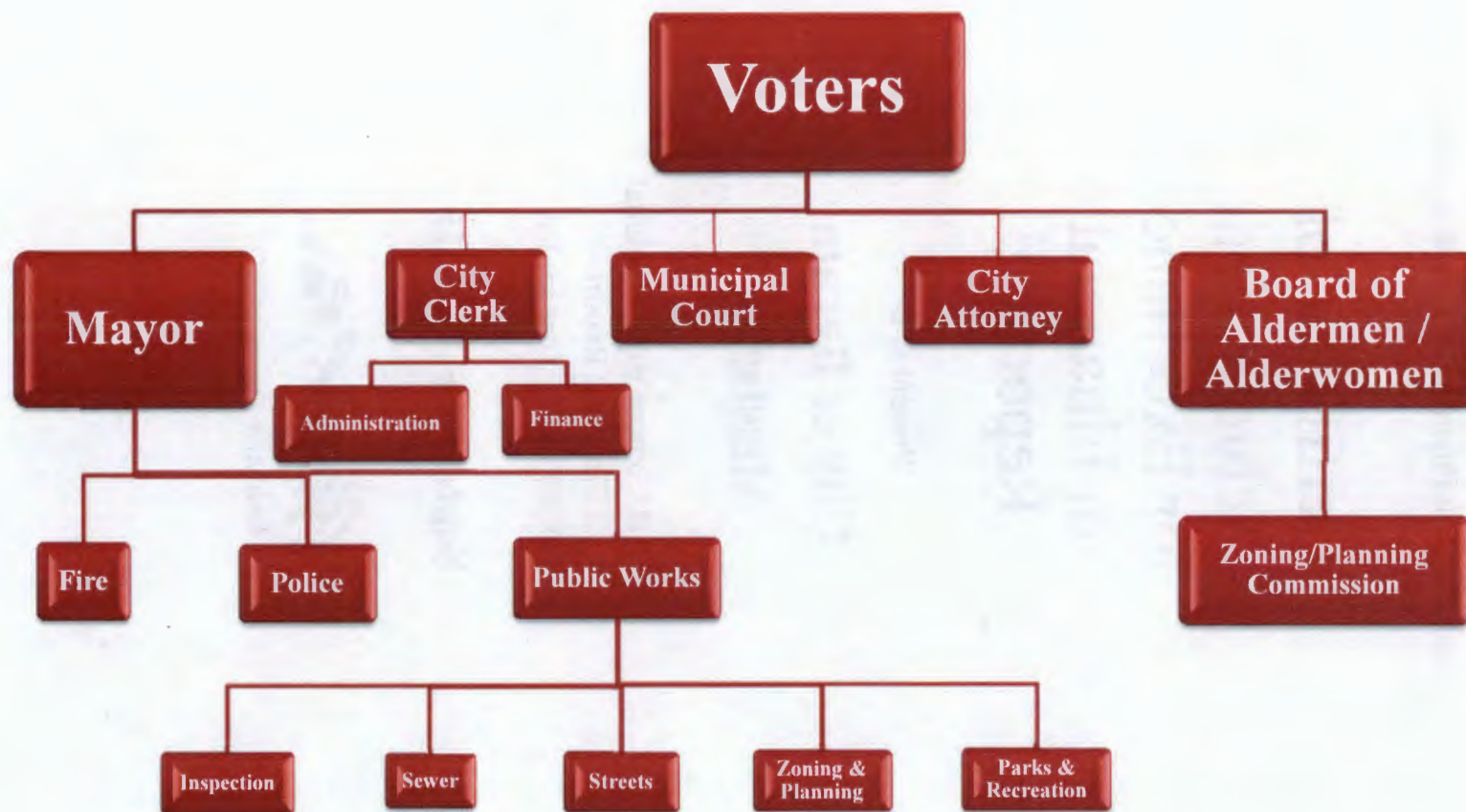
**City of Byram
Mississippi**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2015

Executive Director/CEO

City of Byram, Mississippi
Organization Chart
For the Year Ended September 30, 2016



CITY OF BYRAM, MISSISSIPPI
Listing of City Officials
As of September 30, 2016

Elected Officials

Mayor
Alderman - Ward 1
Alderwoman - Ward 2
Alderwoman - Ward 3
Alderwoman - Ward 4
Alderwoman - Ward 5
Alderman - Ward 6
Alderman - Mayor Pro Tempore

Richard White
Jim Moser
Diandra Hosey
Theresa Marble
Teresa Mack
Wanda Smith
D. L. (Danny) Ford
Richard Cook

Appointed Officials

City Clerk
Public Works Director
Chief of Police
Fire Chief
City Attorney
City Judge
City Prosecutor

Angela Richburg
Cohn Livingston
Luke Thompson
Marshall C. Robinson, Jr.
Jerry Mills
Dale Schwindaman
John Scanlon

CITY OF BYRAM, MISSISSIPPI
Comprehensive Annual Financial Report
For the Year Ended September 30, 2016



State of Mississippi



City of Byram in Hinds County, Mississippi

II

FINANCIAL SECTION

This section includes the basic financial statements and the combining and individual fund financial statements and schedules, as well as the independent auditor's report on the financial statements and schedules.

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JUL 13 2017

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FINANCIAL
SECTION

FINANCIAL AUDIT REPORT

FORTENBERRY & BALLARD, PC
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON THE BASIC FINANCIAL
STATEMENTS AND SUPPLEMENTARY INFORMATION

Mayor and Board of Aldermen/Alderwomen
City of Byram, Mississippi

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Byram, Mississippi as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the City of Byram, Mississippi's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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

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

1929 SPILLWAY ROAD, SUITE B
BRANDON, MISSISSIPPI 39047
TELEPHONE 601-992-5292 FAX 601-992-2033

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Byram, Mississippi, as of September 30, 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, budgetary comparison information, the Schedule of the City's Proportionate Share of the Net Pension Liability, and the Schedule of the City's Contributions on pages 25-41 and 87-91, respectively, 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 inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Byram, Mississippi's basic financial statements. The introductory section, combining and individual fund statements, the budgetary schedules, the other information (Schedules D-1 to D-3), and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, is presented for purposes of additional analysis, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

The combining and individual fund statements and budgetary schedules, the other information (Schedules D-1 to D-3), 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 accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 17, 2017, on our consideration of the City of Byram, Mississippi's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Byram, Mississippi's internal control over financial reporting and compliance.

FORTENBERRY & BALLARD, PC

Fortenberry & Ballard, PC
April 17, 2017

Certified Public Accountants

MANAGEMENT'S DISCUSSION AND ANALYSIS

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City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

The following discussion and analysis of the City of Byram's financial performance provides an overview of the City's financial activities for the year ended September 30, 2016. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers are encouraged to review the financial statements and the notes to the financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

- Total net position for 2016 increased \$907,723, including a prior period adjustment of \$1,204,983, which represents an 11% increase from fiscal year 2015. Total net position for 2015 decreased \$5,827,306, including a prior period adjustment of (\$4,586,103), which represents a 41% decrease from fiscal year 2014. This prior period adjustment was mainly to recognize the net pension liability for fiscal year 2014 as a result of GASB Statement 68 and 71 implementation.
- General revenues account for \$5,958,095, or 67% of all revenues in 2016. General revenues account for \$5,092,055, or 70% of all revenues in 2015. Program specific revenues in the form of charges for services and grants and contributions accounted for \$2,976,065 or 33% of total revenues in 2016, compared with \$2,185,449 or 30% in 2015.
- The City had \$9,231,420 in expenses, an amount that increased when compared with the \$8,518,707 in expenses for the prior year; \$2,976,065 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$5,958,095 for 2016 and \$5,092,055 for 2015 were not adequate to provide for these programs.
- Among the major funds, the General Fund had \$6,805,789 in revenues and \$7,248,807 in expenditures. In 2015, the General Fund had \$5,948,972 in revenues and \$6,470,801 in expenditures. The General Fund's fund balance increased by \$284,067, including a prior period adjustment of \$257,272, from 2015 to 2016 and decreased by \$464,118 from 2014 to 2015.
- The Enterprise Fund - Sewer Fund had \$1,626,482 in revenues and \$914,688 in expenses. Its net income, after non-operating revenues and expenses were included, was \$241,241, excluding a prior period adjustment of \$2,006,694 and a fund reclassification of (\$13,348) from a capital project fund to the business-type Sewer Fund to accurately report all Sewer activity as business-type. Last year it showed \$848,884 in revenues and \$657,216 in expenses. Its net income was \$102,472 after non-operating revenues, expenses, and transfers were included.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

- Capital assets, net of accumulated depreciation, decreased by \$986,411 in the governmental activities, including the effect of a prior period adjustment of (\$1,188,448), for 2016. The decrease for 2016 was primarily due to the adjustments to properly present capital assets at year end. Capital assets, net of accumulated depreciation, decreased by \$374,039 in the governmental activities, including the effect of a prior period adjustment of \$19,144, for 2015.
- Capital assets in the business-type activities, net of accumulated depreciation, increased \$2,882,249, including the effect of a prior period adjustment of \$2,026,159, mainly due to additions to infrastructure, and mobile equipment coupled with adjustments to properly present capital assets at year end. Capital assets increased \$455,823 in the business-type activities from 2014 to 2015.
- Long-term debt decreased by \$271,297, including the effect of a prior period adjustment of (\$19,465), in the governmental activities from 2015 to 2016. This decrease is due to principal payments on long-term debt. Long-term debt decreased by \$266,952 in the governmental activities from 2014 to 2015.
- Long-term debt increased by \$562,011, including the effect of a prior period adjustment of \$19,465, in the business-type activities from 2015 to 2016. The increase in the business-type activities was mainly due to the inception of a capital lease in the amount of \$53,062 and the issuance of a state revolving fund water pollution control loan in the amount of \$708,425. Long-term debt increased \$550,121 in the business-type activities from 2014 to 2015.

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the City of Byram as a financial whole or as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial conditions.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements show how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

Reporting the City of Byram as a Whole

Statement of Net Position and the Statement of Activities

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

question, "How did we do financially during 2016?" The Statement of Net Position and the Statement of Activities answer this question.

These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by the private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the City's net position and the change in net position. This change in net position is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of City capital assets will also need to be evaluated.

In the Statement of Net Position and the Statement of Activities, all of the City's activities are reported in Governmental Activities and Business-type Activities, which include all of the City's services including police, fire, administration, and sewer and all other departments.

The City of Byram has no Component units as defined by the Governmental Accounting Standard Board (GASB).

Reporting the City of Byram's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the City's major funds. Based on restrictions on the use of monies, the City has established many funds, which account for the multitude of services provided to the City's residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Byram, the City's major funds is the General Fund.

Governmental Funds

All of the City's non-proprietary activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future on services provided to the City's residents. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled as part of the basic financial statements.

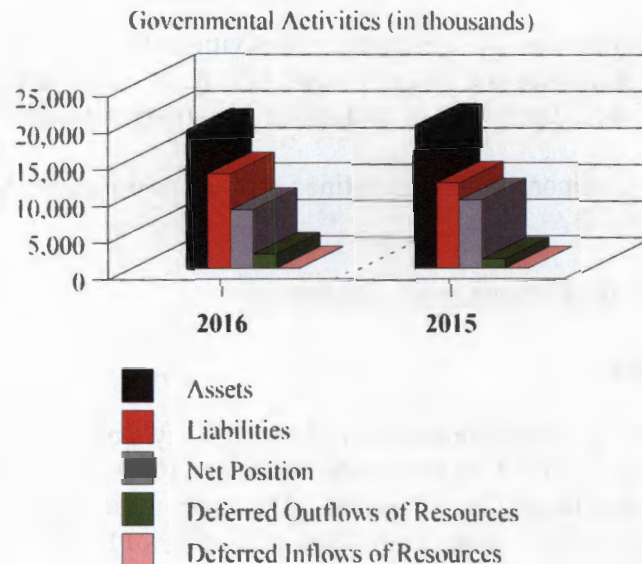
City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

The City of Byram as a Whole

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Over time the trend as well as the amount of net position may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$9,240,802 at September 30, 2016.

The following chart depicts the total amount of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position as of September 30, 2016 and September 30, 2015 in the governmental activities column.



The largest portion of the City's net position for governmental activities (\$9,121,387 or 114%) reflects its net investment in capital assets (capital assets less any capital related outstanding debt used to acquire those capital assets). Although the City's net investment in capital assets is reported net of the related debt, it should be noted that the resources needed to repay this debt must be provided from other sources and not the capital assets themselves.

The following are significant current year transactions that have had an impact on the Government-Wide Statement of Net Position - Governmental Activities.

- The \$334,000 retirement of principal of long-term debt.
- Decrease in net capital assets in the amount of \$986,411.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

The table on the next page shows a comparative analysis of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position for the Government-Wide Statement of Net Position.

Government-Wide Condensed Statement of Net Position
Governmental Activities

	<u>September 30, 2016</u>	<u>September 30, 2015</u>	<u>Percentage Change</u>
Assets:			
Current assets	\$ 5,361,690	5,109,338	5%
Capital assets, net	<u>13,650,697</u>	<u>14,637,108</u>	(7)%
Total assets	<u>19,012,387</u>	<u>19,746,446</u>	(4)%
 Deferred Outflows of Resources	 <u>1,929,638</u>	 <u>1,236,401</u>	 56%
 Liabilities:			
Current liabilities	367,070	329,319	11%
Long-term debt outstanding	4,721,257	4,992,554	(5)%
Net pension liability	<u>7,815,086</u>	<u>6,316,423</u>	24%
Total liabilities	<u>12,903,413</u>	<u>11,638,296</u>	11%
 Deferred Inflows of Resources	 <u>20,925</u>		 N/A
 Net position:			
Net investment in capital assets	9,121,387	10,014,719	(9)%
Restricted	236,792	306,258	(23)%
Unrestricted	<u>(1,340,492)</u>	<u>(976,426)</u>	37%
Total net position	<u>\$ 8,017,687</u>	<u>9,344,551</u>	(14)%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

Additional information on unrestricted net position:

In connection with the application of standards on accounting and financial reporting for pensions, management presents the following additional information:

Total unrestricted net position (deficit)	\$ (1,340,492)
Less unrestricted deficit in net position resulting from recognition of the net pension liability, including the deferred outflows and deferred inflows related to pensions	5,906,373
Unrestricted net position, exclusive of the net pension liability effect	<u>\$ 4,565,881</u>

The table on the next page depicts the revenues by major sources extracted from the government-wide statement of activities - governmental activities column.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

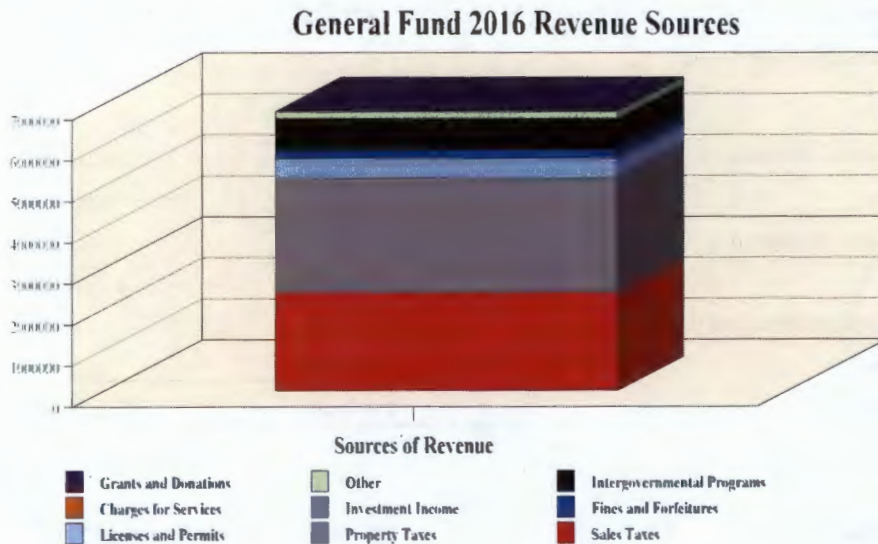
Government-Wide Condensed Statement of Activities
Governmental Activities

	Year Ended September 30, 2016	Year Ended September 30, 2015	Percentage Change
Revenues:			
Program revenues:			
Charges for services	\$ 873,915	1,059,074	(17)%
Operating grants and contributions	475,668	277,491	71%
General revenues:			
Intergovernmental / Unrestricted	2,370,509	1,820,194	30%
Property taxes	3,143,628	3,069,187	2%
Road and bridge privilege taxes	142,547	117,550	21%
Other taxes	6,385	6,385	0%
Unrestricted investment income	5,267	6,624	(20)%
Miscellaneous	289,702	72,070	302%
Total revenues	7,307,621	6,428,575	14%
Expenses:			
General government	1,276,167	1,157,724	10%
Public safety	3,215,882	3,906,432	(18)%
Public works	1,875,852	1,910,226	(2)%
Culture and recreation	78,275	28,667	173%
Pension expense	1,276,214	799,967	60%
Interest on long-term debt	123,732	636	19,355%
Total expenses	7,846,122	7,803,652	1%
Excess (deficiency) before transfers	(538,501)	(1,375,077)	61%
Transfers		31,402	(100)%
Increase (decrease) in net position	(538,501)	(1,343,675)	60%
Net Position, Beginning, as previously reported	9,344,551	15,046,345	38%
Fund Reclassification	13,348		N/A
Prior Period Adjustment	(801,711)	(4,358,119)	82%
Net Position, (Deficit), Beginning, as restated	8,556,188	10,688,226	(20)%
Net Position (Deficit) , Ending	\$ 8,017,687	9,344,551	(14)%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

GENERAL GOVERNMENT FUNCTIONS

The City's General Fund is used to account for expenditures of traditional services as well as all financial resources other than those required to be accounted for in other funds. General Fund revenues include property tax, intergovernmental revenues, various permit fees, franchise taxes, fines, and other sources as indicated on the accompanying graphs and schedules.



Revenues

The primary source of General Fund revenues is property taxes. The State of Mississippi levies a general sales tax of 7% on most retail sales. Of the amount collected by the state, each municipality receives 18.5% of the amount collected within its corporate boundaries. Sales tax accounted for 35% of General Fund revenues in fiscal year 2016. Sales tax collections in fiscal year 2016 were \$2,370,509, a 30% increase over the \$1,820,194 collected in 2015. Total General Fund operating revenues were \$6,805,789, an increase of \$856,817 over the prior year.

Assessed valuation within the City was \$89,494,264 for fiscal year 2016 and \$88,192,189 for fiscal year 2015. It is expected that the City will continue to attract residents and business alike. Assessed valuation within the city increased by \$1,302,075, or 1% from fiscal year 2015.

Expenditures

General Fund operating expenditures were \$7,248,807, an increase of \$778,006 when compared to the prior year. The following schedule presents the General Fund revenues and expenditures for the year ended September 30, 2016, and the amount and percentage of change from 2015.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

GENERAL FUND (GAAP BASIS)
(in thousands)

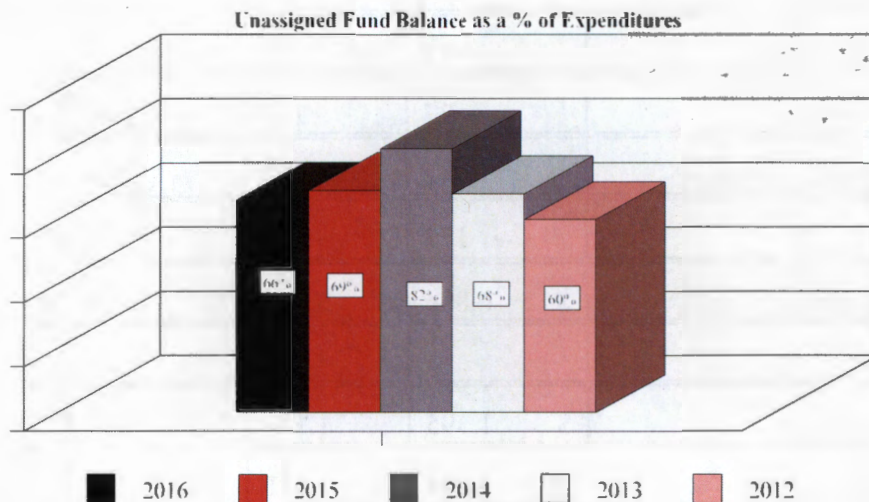
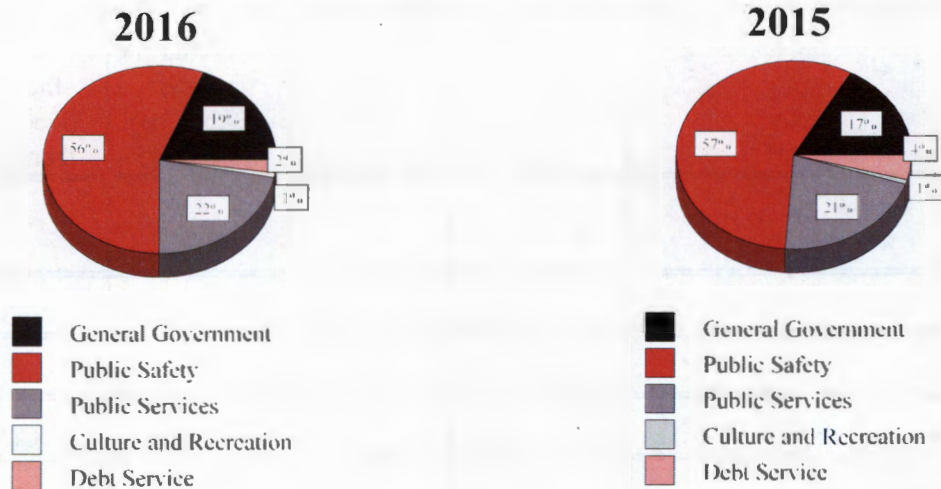
	2016 Amount	2015 Amount	Dollar Increase (Decrease) from 2015	Percent Increase (Decrease) from 2015
Revenues:				
Sales tax	\$ 2,370	\$ 1,820	\$ 550	30.2%
Property tax	2,788	2,699	89	3.3%
Licenses and permits	492	525	(33)	(6.3)%
Fines and forfeitures	196	234	(38)	(16.2)%
Investment income	5	5	0	0.0%
Grants and donations	14	10	4	40.0%
Charges for services	27	125	(98)	(78.4)%
Intergovernmental revenues	742	484	258	53.3%
Other	172	47	125	266.0%
Total revenues	\$ 6,806	\$ 5,949	\$ 857	14.4%
Expenditures:				
General government	\$ 1,395	\$ 1,102	\$ 293	26.6%
Public safety	4,034	3,671	363	9.9%
Public services	1,600	1,406	194	13.8%
Culture and recreation	79	29	50	172.4%
Debt service:				
Principal	129	243	(114)	(46.9)%
Interest	12	19	(7)	(36.8)%
Total expenditures	\$ 7,249	\$ 6,470	\$ 779	12.0%

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City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

The following charts display the expenditures by department in the General Fund:



Status of Fund Balance

On the General Fund balance sheet, fund balance is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent and the remaining portion is available for appropriation. The fiscal year ended September 30, 2016 ending unassigned fund balance is \$4,757,828 which is 66% of the general fund operating expenditures.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

Other Governmental Funds

The financial performance of the City as a whole is reflected in its governmental funds. As the City completed the year, its governmental funds reported a combined fund balance of \$5,011,517, an increase of \$203,188, including a fund reclassification from CDBG - Lake Ridgelea Sewer Fund to Sewer Fund in the amount of \$13,348 and a prior period adjustment of \$367,272. \$4,757,828 or 95% of the fund balance is unassigned fund balance, which represents the residual classification fund balance that has not been assigned to other funds and that has not been restricted to specific purposes. The remaining fund balance of \$253,689 or 5% is restricted to indicate that is not available for spending except only for the purposes to which it is restricted.

The fund balance of Other Governmental Funds showed a decrease of \$80,879 which includes a \$47,274 reduction in the Unemployment Fund, \$20,882 reduction in the Law Enforcement Fund, \$48,176 in the 2012 General Obligation Bond Project Fund and an increase of \$35,453 in the 2012 General Obligation Bond and Interest Fund. The reduction of \$47,274 in the Unemployment Fund is due to the balance of the Fund being reduced to account for an amount above the 2% of the initial \$14,000 of payroll per employee required to be available for potential unemployment claims. The reduction of the \$20,882 in the Law Enforcement Fund is due to the purchase of police equipment and the reduction of drug seizure income. The reduction of the \$48,176 in the General Obligation Bond Project Fund is due to the completion of the projects while the increase of \$35,453 in the 2012 General Obligation Bond and Interest Fund is due to additional property taxes collected for automobile and past due real property.

PROPRIETARY FUNDS

Byram's proprietary operations consist of the Sewer Fund. The Sewer Fund accounts for sewer revenues and expenses to construct and maintain a sewer system.

The following is a comparative analysis of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position for the business type activities statements:

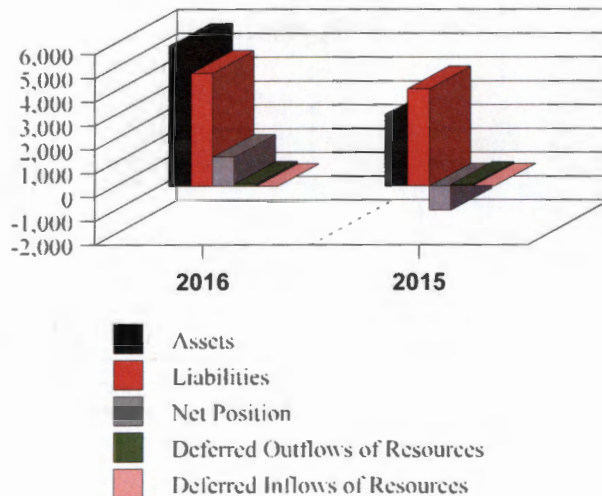
City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

Condensed Government-Wide Statement of Net Position
Business-Type Activities

	<u>September 30, 2016</u>	<u>September 30, 2015</u>	<u>Percentage Change</u>
Assets:			
Current assets	\$ 60,396	85,203	(29)%
Capital assets, net	5,807,251	2,925,002	99%
Total assets	5,867,647	3,010,205	95%
 Deferred outflows of resources	 93,719	 64,397	 46%
 Liabilities:			
Current liabilities	104,075	78,184	33%
Long-term liabilities	4,240,918	3,678,907	15%
Net pension liability	392,373	328,983	19%
Total liabilities	4,737,366	4,086,074	16%
 Deferred inflows of resources	 885	 	 N/A
 Net position:			
Net investment in capital assets	1,569,345	(641,027)	(345)%
Unrestricted	(346,230)	(370,445)	(7)%
Total net position (deficit)	\$ 1,223,115	(1,011,472)	(221)%

The following chart shows the assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position for the government -wide statements, business-type activities.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016



The following are significant current year transactions that have had an impact on the Government-Wide Statement of Net Position - Business-Type Activities.

- Issuance of a state revolving fund water pollution control loan in the amount of \$708,425 and the inception of capital leases in the amount of \$53,062.

Below is a comparative analysis of the revenues and expenses of the government-wide statements - Business-Type activities column.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

Government-Wide Condensed Statement of Activities
Business-Type Activities

	<u>Year Ended</u> <u>September 30, 2016</u>	<u>Year Ended</u> <u>September 30, 2015</u>	<u>Percentage</u> <u>Change</u>
Revenues:			
Program revenues:			
Charges for services	\$ 1,121,605	848,884	32%
Operating grants and contributions	504,877		N/A
Total program revenues	1,626,482	848,884	92%
General revenues:			
Unrestricted investment income	57	45	27%
Total general revenues	57	45	27%
Total revenues	1,626,539	848,929	92%
Expenses:			
Sewer	1,385,298	715,055	94%
Total expenses	1,385,298	715,055	94%
Excess (deficiency) before transfers	241,241	133,874	80%
Transfers		(31,402)	(100)%
Increase (decrease) in net position	241,241	102,472	135%
Net Position (Deficit) - Beginning, as previously reported	(1,011,472)	(885,960)	14%
Fund Reclassification	(13,348)		N/A
Prior Period Adjustment	2,006,694	(227,984)	980%
Net Position (Deficit) - Beginning, as restated	981,874	(1,113,944)	188%
Net Position (Deficit), Ending	\$ 1,223,115	(1,011,472)	221%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

Sewer Fund

Financial data for the Sewer Fund for the current year is presented as follows:

		September 30, 2016		September 30, 2015
Operating Revenues	\$	1,626,482		848,884
Operating Expenses		914,688		657,216
Operating Income	\$	711,794		191,668

General Fund Budgeting Highlights

The City's budget is prepared according to Mississippi's law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

An analysis of the final budget to actual budget variances reveal consistent cost saving at each department level as detailed at Exhibit B-1.

Total revenues for the General fund were over budgeted by \$223. The larger variances for areas that exceeded the budget include \$43,509 in additional sales tax, \$91,833 in additional auto and real property taxes, \$25,065 in additional building permits and contractor licenses, and an additional \$30,169 in Homestead Exemption reimbursement. An adjustment was made to account for outstanding receivables in fines and forfeitures that created a negative amount of \$119,146. An additional \$82,746 was left outstanding at the close of the fiscal year 2016 due to outstanding grant funds for the MEMA generator grant completed in the fall. In the General Government, expenditures the largest variances were Supplies and Services. Supplies not expensed in the amount of \$15,295 were due to repairs and maintenance to buildings and vehicles not being needed. The services budget had a remaining balance of \$63,689 because legal, election and engineering monies remained unobligated. Public Safety's largest budget variance was in Personnel Services. This was caused by open positions and unused overtime in the Police Department as well as insurance being unused for Police, Fire and Inspection. A remaining balance of \$71,899 was mostly due to unspent gas and repairs and maintenance of building and vehicles in the Police Department as well as fire hardware and uniforms not purchased in the Fire Department. A remaining balance of \$64,357 in Services of Public Safety was due to unspent prisoner fees in the Police Department and legal, engineering, training and insurance in the Fire Department. Public Services was left with remaining money in supplies, services and Capital outlay in the amount of \$348,612. The remaining balance of \$33,676 in supplies was mostly due to repairs and maintenance of the building, vehicles, and potholes not being necessary. A services balance of \$41,499 was left from unspent engineering and legal fees as well as outside services not being needed for street maintenance. \$273,437 was not expensed in the Public Services capital outlay due to the completion timing of the North Siwell Road project as well as drainage projects in Eagles Nest and Bull Run Drive. In Culture and Recreation, a personnel services remaining balance of \$18,670 was due to the timing of hiring a Parks and Recreation

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

Superintendent. Variances in the other financing area was due largely to the reclass of the insurance settlement in the amount of \$85,000 due to the Barrington litigation being budgeted as an insurance proceed as well as the transfer out budget to record the offset of the reserves and additional ending fund balance.

CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS

Governmental Activities:

Capital Assets, Net of Accumulated Depreciation

	<u>September 30, 2016</u>	<u>September 30, 2015</u>	<u>Percentage Change</u>
Land	\$ 1,029,718	1,029,718	0%
Infrastructure	7,254,105	8,215,152	(12)%
Buildings	4,052,139	3,969,780	2%
Improvements other than buildings	94,646	99,761	(5)%
Mobile equipment	514,207	617,423	(17)%
Furniture and equipment	705,882	705,274	0%
Total	\$ 13,650,697	14,637,108	(7)%

For more detailed information concerning capital assets see Note 5 in the Notes to the Financial Statements of this report.

Governmental Activities:

At September 30, 2016, the City of Byram had \$4,225,000 in outstanding General Obligation Bonds, and \$304,310 in other Long-Term Debt. Compensated absences decreased \$81,907 during the year.

Other Long-Term Obligations Debt at Year End

	<u>September 30, 2016</u>	<u>September 30, 2015</u>	<u>Percentage Change</u>
General obligation bonds	\$ 4,225,000	4,430,000	(5)%
Other long-term debt	304,310	288,700	5%
Compensated absences	191,947	273,854	(30)%
Total	\$ 4,721,257	4,992,554	(5)%

For more detailed information concerning long-term debt see Note 6 in the Notes to the Financial Statements of this report.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2016

Business-Type Activities:

Capital Assets, Net of Accumulated Depreciation

	<u>September 30, 2016</u>	<u>September 30, 2015</u>	<u>Percentage Change</u>
Land	\$ 750,000		N/A
Infrastructure	4,794,815	2,651,236	81%
Improvements other than buildings	81,827	89,224	(8)%
Mobile equipment	48,752	21,973	122%
Furniture and equipment	131,857	162,569	(19)%
Total	\$ 5,807,251	2,925,002	99%

For more detailed information concerning capital assets see Note 7 in the Notes to the Financial Statements of this report.

Business-Type Activities:

At September 30, 2016, the City of Byram had \$640,000 in outstanding General Obligation Bonds, and \$3,597,906 in Other Long-Term Debt. Compensated absences increased \$134 during the year.

Other Long-Term Obligations Debt at Year End

	<u>September 30, 2016</u>	<u>September 30, 2015</u>	<u>Percentage Change</u>
General obligation bonds	\$ 640,000	700,000	(9)%
Other long-term debt	3,597,906	2,976,029	21%
Compensated absences	3,012	2,878	5%
Total	\$ 4,240,918	3,678,907	15%

For more detailed information concerning long-term debt see Note 8 in the Notes to the Financial Statements of this report.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Angela Richburg, City Clerk, at (601) 372-7746 or visit our web site at www.byram-ms.us. Our mailing address is City of Byram, P.O. Box 720222, Byram, MS 39272.

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FINANCIAL STATEMENTS

CITY OF BYRAM, MISSISSIPPI
STATEMENT OF NET POSITION
SEPTEMBER 30, 2016

	Governmental Activities	Business-type Activities	Total
Assets			
<i>Current Assets:</i>			
<i>Pooled cash and cash equivalents</i>	\$ 4,981,709	\$ --	\$ 4,981,709
<i>Accounts receivable, net</i>	207,659	232,718	440,377
<i>Internal balances</i>	172,322	(172,322)	--
<i>Total Current Assets</i>	<u>5,361,690</u>	<u>60,396</u>	<u>5,422,086</u>
<i>Non-Current Assets:</i>			
<i>Capital assets:</i>			
<i>Land and construction in progress</i>	1,029,718	750,000	1,779,718
<i>Other capital assets, net</i>	12,620,979	5,057,251	17,678,230
<i>Total Non-Current Assets</i>	<u>13,650,697</u>	<u>5,807,251</u>	<u>19,457,948</u>
Total Assets	<u>19,012,387</u>	<u>5,867,647</u>	<u>24,880,034</u>
Deferred Outflows of Resources			
Deferred outflows of resources - pension related	1,929,638	93,719	2,023,357
Total Deferred Outflows of Resources	<u>1,929,638</u>	<u>93,719</u>	<u>2,023,357</u>
Liabilities			
<i>Current Liabilities:</i>			
<i>Accounts payable</i>	246,722	94,429	341,151
<i>Wages and benefits payables</i>	96,095	3,024	99,119
<i>Other payables</i>	7,356	--	7,356
<i>Accrued interest payable</i>	16,897	6,622	23,519
<i>Total Current Liabilities</i>	<u>367,070</u>	<u>104,075</u>	<u>471,145</u>
<i>Non-Current Liabilities:</i>			
<i>Long-term liabilities (due within one year):</i>			
<i>Bonds, notes, loans, and lease obligations</i>	307,092	252,866	559,958
<i>Compensated absences</i>	9,597	151	9,748
<i>Long term liabilities (due in more than one year):</i>			
<i>Bonds, notes, loans, and lease obligations</i>	4,222,218	3,985,040	8,207,258
<i>Compensated absences</i>	182,350	2,861	185,211
<i>Net pension liability</i>	7,815,086	392,373	8,207,459
<i>Total Non-Current Liabilities</i>	<u>12,536,343</u>	<u>4,633,291</u>	<u>17,169,634</u>
Total Liabilities	<u>12,903,413</u>	<u>4,737,366</u>	<u>17,640,779</u>
Deferred Inflows of Resources			
Deferred inflows of resources - pension related	20,925	885	21,810
Total Deferred Inflows of Resources	<u>20,925</u>	<u>885</u>	<u>21,810</u>
Net Position			
Net Investment in Capital Assets	9,121,387	1,569,345	10,690,732
Restricted For:			
Debt service	150,358	--	150,358
Public safety	33,533	--	33,533
Unemployment benefits	52,901	--	52,901
Unrestricted	(1,340,492)	(346,230)	(1,686,722)
Total Net Position	<u>\$ 8,017,687</u>	<u>\$ 1,223,115</u>	<u>\$ 9,240,802</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Net (Expense)
Revenue and
Changes in
Net Position

Functions/Programs	Expenses	Program Revenues		Governmental Activities	Business-type Activities	Total
		Charges for Services	Operating Grants and Contributions			
Primary government:						
Governmental activities:						
General government	\$ 1,276,167	\$ 873,915	\$ 475,668	\$ 73,416		\$ 73,416
Public safety	3,215,882	--	--	(3,215,882)		(3,215,882)
Public works	1,875,852	--	--	(1,875,852)		(1,875,852)
Culture and recreation	78,275	--	--	(78,275)		(78,275)
Pension expense	1,276,214	--	--	(1,276,214)		(1,276,214)
Interest on long-term debt	123,732	--	--	(123,732)		(123,732)
Total Governmental Activities	<u>7,846,122</u>	<u>873,915</u>	<u>475,668</u>	<u>(6,496,539)</u>		<u>(6,496,539)</u>
Business-type Activities:						
Sewer	1,385,298	1,121,605	504,877	--	\$ 241,184	241,184
Total Business-type Activities	<u>1,385,298</u>	<u>1,121,605</u>	<u>504,877</u>	<u>--</u>	<u>241,184</u>	<u>241,184</u>
Total Primary Government	<u>\$ 9,231,420</u>	<u>\$ 1,995,520</u>	<u>\$ 980,545</u>	<u>(6,496,539)</u>	<u>241,184</u>	<u>(6,255,355)</u>
General Revenues:						
Intergovernmental / Unrestricted				2,370,509	--	2,370,509
Property taxes				3,143,628	--	3,143,628
Road and bridge privilege taxes				142,547	--	142,547
Other taxes				6,385	--	6,385
Unrestricted investment income				5,267	57	5,324
Miscellaneous				289,702	--	289,702
Total General Revenues and Transfers				<u>5,958,038</u>	<u>57</u>	<u>5,958,095</u>
Change in Net Position				<u>(538,501)</u>	<u>241,241</u>	<u>(297,260)</u>
Net Position (Deficit) - Beginning, as previously reported				9,344,551	(1,011,472)	8,333,079
Fund Reclassification				13,348	(13,348)	--
Prior Period Adjustment				(801,711)	2,006,694	1,204,983
Net Position - Beginning, as restated				<u>8,556,188</u>	<u>981,874</u>	<u>9,538,062</u>
Net Position - Ending				<u>\$ 8,017,687</u>	<u>\$ 1,223,115</u>	<u>\$ 9,240,802</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

	General Fund	Other Governmental Funds	Total Governmental Funds
Assets:			
<i>Pooled cash and cash equivalents</i>	\$ 4,805,495	\$ 176,214	\$ 4,981,709
<i>Receivables</i>	207,659	--	207,659
<i>Interfund receivables</i>	94,847	77,475	172,322
Total Assets	<u>\$ 5,108,001</u>	<u>\$ 253,689</u>	<u>\$ 5,361,690</u>
Liabilities and Fund Balances:			
Liabilities:			
<i>Accounts payable</i>	\$ 246,722	\$ --	\$ 246,722
<i>Wages and benefits payable</i>	96,095	--	96,095
<i>Other payables</i>	7,356	--	7,356
Total Liabilities	<u>350,173</u>	<u>--</u>	<u>350,173</u>
Fund Balances:			
Restricted:			
<i>Unemployment benefits</i>	--	52,901	52,901
<i>Public safety</i>	--	33,533	33,533
<i>Debt services</i>	--	167,255	167,255
Unassigned	4,757,828	--	4,757,828
Total Fund Balances	<u>4,757,828</u>	<u>253,689</u>	<u>5,011,517</u>
Total Liabilities and Fund Balances	<u>\$ 5,108,001</u>	<u>\$ 253,689</u>	<u>\$ 5,361,690</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2016**

Total fund balances for governmental funds	\$ 5,011,517
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not reported in the funds.	13,650,697
Liabilities due in one year are not recognized in the funds.	(316,689)
Payables for bond principal which are not due in the current period are not reported in the funds.	(4,015,000)
Payables for leases which are not due in the current period are not reported in the funds.	(207,218)
Payables for bond interest which are not due in the current period are not reported in the funds.	(16,897)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(182,350)
Recognition of the City's proportionate share of the net pension liability is not reported in the funds.	(7,815,086)
Deferred Inflows of Resources related to the pension plan are not reported in the funds.	(20,925)
Deferred Outflows of Resources related to the pension plan are not reported in the funds.	1,929,638
Net position of governmental activities	\$ <u>8,017,687</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016**

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenues:			
<i>Sales taxes</i>	\$ 2,370,509	\$ --	\$ 2,370,509
<i>Property taxes</i>	2,788,338	355,290	3,143,628
<i>Licenses and permits</i>	491,565	--	491,565
<i>Fines and forfeitures</i>	195,854	--	195,854
<i>Investment income</i>	4,518	749	5,267
<i>Grants and donations</i>	13,680	26,561	40,241
<i>Charges for services</i>	27,395	--	27,395
<i>Intergovernmental programs</i>	741,676	15,344	757,020
<i>Other</i>	172,254	980	173,234
Total Revenues	6,805,789	398,924	7,204,713
Expenditures:			
Current:			
<i>General government</i>	1,394,644	7,138	1,401,782
<i>Public safety</i>	4,033,663	52,963	4,086,626
<i>Public services</i>	1,600,044	11,800	1,611,844
<i>Culture and recreation</i>	79,731	--	79,731
Debt service:			
<i>Principal</i>	129,000	205,000	334,000
<i>Interest</i>	11,725	122,920	134,645
<i>Other</i>	--	500	500
Total Expenditures	7,248,807	400,321	7,649,128
Excess (Deficiency) of Revenues Over (Under) Expenditures	(443,018)	(1,397)	(444,415)
Other Financing Sources (Uses):			
<i>Inception of leases</i>	164,075	--	164,075
<i>Insurance proceeds</i>	17,302	--	17,302
<i>Proceeds from insurance settlements</i>	85,000	--	85,000
<i>Transfers in</i>	202,830	--	202,830
<i>Transfers out</i>	--	(202,830)	(202,830)
<i>Other</i>	606	--	606
Total Other Financing Sources (Uses)	469,813	(202,830)	266,983
Net Change in Fund Balances	26,795	(204,227)	(177,432)
Fund Balances - Beginning, as previously reported	4,473,761	334,568	4,808,329
Fund Reclassification	--	13,348	13,348
Prior period adjustments	257,272	110,000	367,272
Fund Balances - Beginning, as restated	4,731,033	457,916	5,188,949
Fund Balances - Ending	\$ 4,757,828	\$ 253,689	\$ 5,011,517

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2016**

Net change in fund balances - total governmental funds \$ (177,432)

Amounts reported for governmental activities in the Statement of Activities
("SOA") are different because:

Capital outlays are not reported as expenses in the SOA.	915,104
The depreciation of capital assets used in governmental activities is not reported in the funds.	(705,927)
Trade-in or disposal of capital assets decrease net position in the SOA but not in the funds.	(7,140)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	205,000
Repayment of leases principal is an expenditure in the funds but is not an expense in the SOA.	129,000
(Increase) decrease in accrued interest from beginning of period to end of period.	11,413
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	81,907
Inception of capital leases are reported as Other Financing Sources in funds but not in SOA.	(164,075)
Pension contributions made after the measurement date but in current FY were de-expended and reduced NPL.	124,472
Pension contributions made in current FY were de-expended and reduced NPL.	325,391
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	(1,276,214)

Change in net position of governmental activities \$ (538,501)

The accompanying notes are an integral part of this statement.

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CITY OF BYRAM, MISSISSIPPI**STATEMENT OF NET POSITION****ENTERPRISE FUND****SEPTEMBER 30, 2016**

	Enterprise Fund
	Sewer Fund
Assets	
Current Assets:	
Receivables (net of allowances for uncollectibles)	\$ 232,718
Total Current Assets	<u>232,718</u>
Non-current Assets:	
Land	750,000
Capital assets (net of accumulated depreciation)	5,057,251
Total Non-current Assets	<u>5,807,251</u>
Total Assets	<u>6,039,969</u>
Deferred Outflows of Resources	
Deferred outflows of resources - pension related	93,719
Total Deferred Outflows of Resources	<u>93,719</u>
Liabilities	
Current Liabilities:	
Accounts payable	94,429
Wages payable	3,024
Interfund payables	172,322
Interest Payable	6,622
Total Current Liabilities	<u>276,397</u>
Non-Current Liabilities:	
Long-term liabilities (due within one year):	
Bonds, loans, and lease obligations	252,866
Compensated absences	151
Long-term liabilities (due in more than one year):	
Notes, loans, and lease obligations	3,985,040
Compensated absences	2,861
Net pension liability	392,373
Total Non-current Liabilities	<u>4,633,291</u>
Total Liabilities	<u>4,909,688</u>
Deferred inflows of resources	
Deferred inflows of resources - pension related	885
Total Deferred inflows of resources	<u>885</u>
Net Position	
Net investment in capital assets	1,569,345
Unrestricted	(346,230)
Total Net Position	<u>\$ 1,223,115</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI**STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - ENTERPRISE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016**

	Enterprise Fund
	<u>Sewer Fund</u>
Operating Revenues	
Charges for services	\$ 1,121,605
Grant revenue	504,877
Total Operating Revenues	<u>1,626,482</u>
Operating Expenses	
Personal services - salaries and wages	122,227
Personal services - employee benefits	123,358
Purchased professional and technical services	247,979
Supplies	49,547
Depreciation	185,264
Miscellaneous	186,313
Total Operating Expenses	<u>914,688</u>
Operating Income	<u>711,794</u>
Non-Operating Revenues (Expenses)	
Interest revenue	57
Bad debt expense	(398,621)
Debt service interest	(71,989)
Total Non-operating Revenues (Expenses)	<u>(470,553)</u>
Net Income	<u>241,241</u>
Net Position (Deficit) - Beginning, as previously reported	(1,011,472)
Fund Reclassification	(13,348)
Prior Period Adjustment	2,006,694
Net Position - Beginning, as restated	<u>981,874</u>
Net Position - Ending	<u>\$ 1,223,115</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Enterprise Fund Sewer Fund
Cash Flows from Operating Activities:	
Cash Received from Customers	\$ 1,121,605
Cash Payments to Employees for Services	(242,427)
Cash Payments to Other Suppliers for Goods and Services	(276,941)
Other Operating Cash Receipts (Payments)	318,564
Net Cash Provided (Used) by Operating Activities	<u>920,801</u>
Cash Flows from Non-capital Financing Activities:	
Due From (To) Other Funds	172,322
Net Cash Provided (Used) by Non-capital Financing Activities	<u>172,322</u>
Cash Flows from Capital and Related Financing Activities:	
Principal and Interest Paid	(148,883)
Acquisition or Construction of Capital Assets	(1,041,354)
Net Cash Provided (Used) for Capital & Related Financing Activities	<u>(1,190,237)</u>
Cash Flows from Investing Activities:	
Interest and Dividends on Investments	57
Net Cash Provided (Used) for Investing Activities	<u>57</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(97,057)
Cash and Cash Equivalents at Beginning of Year	110,405
Fund Reclassification	(13,348)
Cash and Cash Equivalents at End of Year	<u>\$ --</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ 711,794
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
Depreciation	185,264
Change in Assets and Liabilities:	
Increase (Decrease) in Accounts Payable	20,585
Increase (Decrease) in Compensated Absences	134
Increase (Decrease) in Wages Payable	3,024
Total Adjustments	<u>209,007</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 920,801</u>

The accompanying notes are an integral part of this statement.

City of Byram, Mississippi
Notes to the Financial Statements
For the Year Ended September 30, 2016

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

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City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

INTRODUCTION

The accounting and reporting framework and the more significant accounting principles and practices of Byram are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide explanations, including required disclosures, of the City's financial activities for the fiscal year ended September 30, 2016.

The accompanying financial statements of the City have been prepared in accordance with accounting principles (GAAP) generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

In December 2010, the GASB issued GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Statement No. 62 brings the authoritative accounting and financial reporting literature for state and local governments together in a single source, with the FASB and AICPA guidance modified as necessary to appropriately recognize the governmental environment and the needs of governmental financial statement users. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011.

In June 2011 and March 2012, the GASB issued Statement No. 63, *Financial Reporting for Deferred Outflows of Resources, Deferred Inflows and Net Position* and Statement No. 65, *Items Previously Reported as Assets and Liabilities*, respectively. Statement No. 63 will improve financial reporting by standardizing the presentation of deferred outflows/inflows of resources and their effects in the government's net position. It provides guidance in reporting these elements where none previously existed. Statement No. 65 will improve financial reporting by clarifying the appropriate use of financial statement elements to ensure consistency in financial reporting. These related Statements reflect substantial improvements to the financial reporting. Statement No. 63 is effective for periods beginning after December 15, 2011 and Statement No. 65 is effective for periods beginning after December 15, 2012.

In June 2012, the GASB issued Statement No. 67, *Financial Reporting for Pension Plans* and Statement No. 68, *Accounting and Financial Reporting for Pensions*. Statement No. 67 addresses financial reporting for state and local government pension plans and Statement No. 68 establishes new accounting and financial reporting requirements for governments that provide their employees with pensions. These related Statements reflect substantial improvements to the accounting and financial reporting of pension plans. Statement No. 67 will take effect for pension plans in the fiscal year ending September 30, 2014 and Statement No. 68 will take effect for employers and governmental non-employer contributing entities in the fiscal year ending September 30, 2015.

In November 2013, the GASB issued GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, an amendment to GASB Statement No. 68. At

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City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

the beginning of the period in which the provisions of Statement 68 are adopted, there may be circumstances in which it is not practical for a government to determine the amounts of all applicable deferred inflows of resources and deferred outflows of resources related to pensions. In such circumstances, the government should recognize a beginning deferred outflow of resources only for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability but before the start of the government's fiscal year. Additionally, in those circumstances, no beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions should be recognized.

The guidance contained in these Statements will change how governments calculate and report the costs and obligations associated with pension in important ways. It is designed to improve the decision-usefulness of reported pension information and to increase the transparency, consistency, and comparability of pension information across governments.

The new standards will better align the recognition of pension expense with the period in which the related benefits are earned. Considered in total, the changes set forth by the GASB will have the overall effect of expense recognition being accelerated. The implementation of these Statements is expected to have a significant impact upon the financial statements of the City.

Management's Discussion and Analysis - GASB Statement No. 34 requires that financial statements be accompanied by a narrative introduction and analytical overview of the government's financial activities in the form of management's discussion and analysis (MD&A). This analysis is similar to analysis the private sector provides in their annual reports.

Government-wide Financial Statements - The reporting model includes financial statements prepared using full accrual for all of the government's activities. This approach includes not just current assets and liabilities (such as cash and accounts payable) but also deferred outflows/inflows of resources, capital assets and long-term liabilities (such as buildings and infrastructure, including bridges and roads, and general obligation debt). Accrual accounting also reports all of the revenues and cost of providing services each year, not just those received or paid in the current year or soon after.

Statement of Net Position - The Statement of Net Position is designed to display the financial position of the primary government. Governments will report all capital assets, including infrastructure, in the government-wide Statement of Net Position and will report depreciation expense - the cost of "using up" capital assets - in the Statement of Activities. The net position of a government will be broken down into three categories - 1) net investment in capital assets; 2) restricted; and 3) unrestricted.

Statement of Activities - The government-wide statement of activities reports expenses and revenues in a format that focuses on the cost of each of the government's functions. The expenses of individual functions are compared to the revenues generated by the function (for instance, through user charges or intergovernment grants).

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

Budgetary Comparison Schedules - Many governments revise their original budgets over the course of the year for a variety of reasons. Budgetary comparison information is required, therefore the government's original budget is compared to the final budget and actual results.

A. FINANCIAL REPORTING ENTITY

COMPONENT UNITS

GASB has set forth criteria to be considered in determining financial accountability. These criteria include the following considerations: 1) appointment of a voting majority of an organization's governing authority and the ability of the primary government to either impose its will on that organization or the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, or 2) an organization is fiscally dependent on the primary government and there is potential for the organization to provide specific financial benefits or impose specific financial burdens on the primary government regardless of whether the organization has a separately elected governing board. Based upon the application of these criteria, no potential component unit will be included as a part of the City.

RELATED ORGANIZATIONS

The City of Byram did not have any related organizations for the year ended September 30, 2016.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. The government-wide financial statements (within the basic financial statements) categorize primary activities as governmental and business type. In the Government-wide Statement of Net Position, the governmental and business-type activities columns are presented on full accrual basis and use the economic resource measurement focus, which incorporates long-term assets, deferred outflows of resources and receivables as well as long-term debt, deferred inflows of resources and obligations.

The government-wide Statement of Activities reflects both the gross and net costs per functional category (Public Safety, Public Works, etc.), which are otherwise being supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function (Public Safety, Public Works, etc.). These include charges for some of the services the City provides like permits, licenses, inspection fees and that are associated with the particular function. The City does not allocate indirect expenses. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net cost (by function) is normally covered by general revenue (property, sales or gas taxes, intergovernmental revenues, interest income, etc.).

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

This government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The fund financial statements emphasize the major funds. Non-major funds (by category) are summarized into a single column.

The governmental funds major fund statements in the fund financial statements are presented on current financial resources measurement focus and modified accrual basis of accounting. This is the manner in which the funds are normally budgeted. This presentation is deemed most appropriate to (a) demonstrate legal and covenant compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the City's actual experience conforms to the budget fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the page following each statement, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

The focus of the Statement No. 34 model is on the City as a whole. The focus of the fund financial statements is on the major individual funds of the governmental activities and the proprietary funds. Each presentation provides valuable information that can be analyzed and compared (between years and between governments) to enhance the usefulness of the information.

C. BASIS OF PRESENTATION

Statement No. 34 sets forth minimum criteria (percentage of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. Funds that meet these criteria are labeled as such. The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section of this report.

1. Major Governmental Funds

The measurement focus of the governmental funds (in the Fund Financial Statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

The following is a description of the major governmental fund of the City:

General Fund - The General Fund is the general operating fund of the City. General Tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenses, fixed charges, and capital improvement costs not paid through other funds are paid from this fund.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

2. Proprietary Funds

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The following is a description of the major proprietary fund of the City:

Sewer Fund - This enterprise fund is financed with public improvement funds that accounts for resources and expenses with the construction of eligible pollution control projects.

3. Non-Current Governmental Assets and Liabilities

GASB Statement No. 34 provides for the capital assets and long-term debt records to be maintained and incorporates the information into the governmental column in the government-wide Statement of Net Position.

D. BASIS OF ACCOUNTING

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

The government-wide statement of net position, statement of activities, and proprietary funds are accounted for using the economic resources measurement focus. With this measurement focus, all assets, deferred outflows of resources and all liabilities associated with the operation of these activities are included on the Statement of Net Position.

The fund financial statements are maintained on the modified accrual basis of accounting. Under this method of accounting, revenues are recognized in the period in which they become measurable and available. With respect to real and personal property tax revenue and other local taxes, the term "available" is limited to collection within sixty days of the fiscal year end. Levies that are made prior to the fiscal year end, but are not available, are deferred. Interest income is recorded as earned.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Federal and State reimbursement type grants are recorded as revenue when related eligible expenditures are met. Expenditures, other than accrued interest on long-term debt, are recorded when the fund liability is incurred. All other revenue items reported in the fund financial statements are considered "available" when the cash is received by the City one year after its fiscal year.

Franchise and utility taxes, state revenue sharing, charges for services, and fines and forfeitures associated with the current period are considered to be susceptible to accrual and therefore have been recognized as revenues of the current fiscal period.

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

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

E. ENCUMBRANCES

An encumbrance system is maintained to account for commitments resulting from approved purchase orders, work orders and contracts. All encumbrances lapse at year-end; accordingly, no encumbrances were outstanding at September 30, 2016.

F. BUDGETS AND BUDGETARY INFORMATION

The budget is adopted annually by the Mayor and the Board of Aldermen/Alderwomen, and subsequent amendments are made during the year on the approval of the Mayor and Board or, when allowed, upon authority of City management, as described in the following paragraphs.

All funds of the City of Byram, Mississippi, governmental and enterprise, are budgeted, and are presented in either the required supplementary information or in schedules in the other supplementary information section. For comparison purposes, the final, amended budget is utilized, and it is presented on a modified cash basis of accounting as required by the State of Mississippi, which is not consistent with generally accepted accounting principles. All budgetary appropriations lapse at year-end.

The legal level of control, that is the level on which actual expenditures may not legally exceed appropriations, is the major expenditure classifications within departments. Such classifications are Personnel Services, Supplies, Other Services and Capital Outlay/Debt Services.

All amendments to the budget to the legal level of control must be approved by the City of Byram's Mayor and Board of Aldermen/Alderwomen. Management is allowed to reclassify, without governing body approval, any budget "line items"; that is, amounts below the legal level of control.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

The expenditure budget adopted and approved by the duly elected members of the governing authority of the City of Byram is the appropriation ordinance of said municipality.

As allowed by statute, the expenditure budget was amended and approved by the duly elected members of the governing authority of the City of Byram. Such amendments are included in the reported budgetary data.

G. UNEARNED REVENUE

In the government-wide and proprietary fund financial statements, unearned revenues are recognized when assets are received prior to being earned. Unearned revenues are also recognized in the governmental funds financial statements, which are recognized when revenues are unavailable.

H. FUND BALANCES

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

Governmental fund balance is classified as nonspendable, restricted, committed, assigned or unassigned. Following are descriptions of fund classifications used by the City:

Nonspendable fund balance includes items that cannot be spent. This includes activity that is not in a spendable form (inventories, prepaid amounts, long-term portion of loans/notes receivable, or property held for resale unless the proceeds are restricted, committed, or assigned) and activity that is legally or contractually required to remain intact. Currently there is no nonspendable fund balance for this City.

Restricted fund balance includes amounts that have constraints placed upon the use of the resources either by an external party or imposed by law through a constitutional provision or enabling legislation.

Committed fund balance includes amounts that can be used only for the specific purposes pursuant to constraints imposed by a formal action of the Board of Aldermen/Alderwomen, the City's highest level of decision-making authority. Currently there is no committed fund balance for this City.

Assigned fund balance includes amounts that are constrained by the City's intent to be used for a specific purpose, but are neither restricted nor committed. For governmental funds, other than the general fund, this is the residual amount within the fund that is not restricted or committed. Assignments of fund balance are created by the Director of Finance pursuant to authorization established by the policy adopted by the City. Currently there is no assigned fund balance for this City.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it may be necessary to report a negative unassigned fund balance.

Fund Balance Flow Assumption:

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) resources are available, it is the City's general policy to use restricted resources first. When expenditures are incurred for purposes for which unrestricted (committed, assigned and unassigned) resources are available, and amounts in any of these unrestricted classifications could be used, it is the City's general policy to spend committed resources first, followed by assigned amounts, and then unassigned amounts.

I. CASH AND OTHER DEPOSITS AND CASH EQUIVALENTS

The City deposits excess funds in the financial institutions selected by the Mayor and Board of Aldermen/Alderwomen in accordance with state statutes.

Cash consists of amounts on deposit with a financial institution in non-interest bearing accounts. Other deposits consist of interest-bearing demand accounts, saving accounts and certificates of deposit. Cash and other deposits are valued at cost.

Various restrictions on deposits are imposed by state statutes. The collateral for public entities' deposits in financial institutions is held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by section 27-105-5, Miss. Code Ann. (1972). Under this program, the entity's funds are protected through a collateral pool administered by the State Treasurer.

For purposes of the combined statement of cash flows, the municipality considers to be cash equivalents all highly liquid investments and certificates of deposit if they have a maturity of three months or less when acquired.

J. INVESTMENTS

The City is allowed, by statute, to invest excess funds in any bonds or other direct obligations of the United States of America or the State of Mississippi, or of any county or municipality of this state, when such county or municipal bonds have been properly approved; or in interest-bearing time deposits with any financial institution approved for the deposit of state funds. The interest earned is reported in the fund reporting the investment. Investments are reported at fair value.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

K. ACCOUNTS RECEIVABLE

Accounts Receivable are reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet net of allowances for uncollectible receivables.

L. INTERFUND TRANSACTIONS AND BALANCES

In general, eliminations have been made to minimize the double-counting of internal activity. However, interfund services, provided and used between different functional categories, have not been eliminated in order to avoid distorting the direct costs and program revenues of the applicable functions. Transfers between governmental and business-type activities are reported at the net amount on the government-wide financial statements.

In the fund financial statements, transactions for services rendered by one fund to another are treated as revenues of the recipient fund and expenditures/expenses of the disbursing fund. Reimbursements of the expenditures/expenses made by one fund for another are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures in the reimbursed fund. Transfers represent flows of assets between funds of the primary government without equivalent flows of assets in return and without a requirement for payment.

Interfund receivables and payables have been eliminated from the government-wide Statement of Net Position, except for the residual amounts due between governmental and business-type activities.

The following is a summary of interfund transactions and balances:

Due From/To Other Funds:

		<u>Due From</u>	<u>Due To</u>
Major Fund:	\$		
General Fund		94,847	
Non-major Fund:			
2012 GO Bond & Interest Fund		77,475	
Enterprise Fund:			
Sewer Fund			172,322
Total	\$	<u>172,322</u>	<u>172,322</u>

Due From/To Other Funds are the result of timing differences between the date expenses/ expenditures are settled. All balances are expected to be repaid within one year from the date of the financial statements.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Transfers In and Transfers Out

		<u>Transfers In</u>	<u>Transfers Out</u>
Major Fund:			
General Fund	\$	<u>202,830</u>	
Non-Major Funds:			
2015 GO Bond Fund			64,880
2012 GO Bond Fund			62,950
Unemployment Fund			<u>75,000</u>
Sub-Total Non-Major Fund		<u>0</u>	<u>202,830</u>
Total	\$	<u>202,830</u>	<u>202,830</u>

Transfers were used primarily to move revenues from funds required to collect them to funds required to expend them. The transfers also provided funds for general operating activities. All transfers were routine and consistent with the fund making the transfer.

M. NET POSITION

Equity is classified as Net Position and displayed in three components:

1. Net investment in capital assets - Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings attributable to the acquisition, construction or improvements of those assets.
2. Restricted net position - Consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or law through constitutional provisions or enabling legislation.
3. Unrestricted net position - All other net position not meeting the definition of "restricted" or "net investment in capital assets."

Net Position Flow Assumption:

When an expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the City's general policy to use restricted resources first. When expenses are incurred purposes for which unrestricted resources are available, and amounts in any of these unrestricted classifications could be used, it is the City's general policy to spend restricted resources first, followed by unrestricted amounts.

Certain proceeds from bonds, notes, and loans, as well as resources for debt service payments, court services, and public improvements monies are classified as restricted net position reported on the government-wide Statement of Net Position because their use is limited by applicable bond covenants and restrictions.

The following is a summary of restricted net position in governmental activities:

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Restricted For:

Unemployment benefits	\$	52,901
Public Safety		33,533
Debt Services		150,358
Total	\$	<u>236,792</u>

N. CAPITAL ASSETS

In the governmental funds, the cost incurred for the purchase or construction of capital assets are recorded as capital outlay expenditures.

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Donated contributed assets are reported at estimated fair value at the time received.

Maintenance, repairs, and minor equipment are charged to operations when incurred. Expenses that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of land, buildings, and equipment, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the statement of activities.

All proprietary funds are accounted for on an economic measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on their Statement of Net Position. Their fund equity is reported in the total net position of the Statement of Revenues, Expenses and Changes in Net Position. The capital assets threshold for the proprietary funds is the same as it is for governmental funds which is described in detail below.

The revenues and expenses of proprietary funds are classified as operating and nonoperating. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's primary operations. All other revenues and expenses are reported as nonoperating.

In accordance with GASB Statement No. 34, governmental infrastructure has been capitalized. Capitalization thresholds (dollar value above which assets acquisitions are added to the capital asset account) and estimated useful lives of capital assets are reported in the government-wide statements and proprietary funds. Depreciation is calculated on the straight-line basis for all assets, except land. The following schedule details those thresholds.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Capital asset thresholds are as follows:

Land	N/A
Infrastructure	N/A
Furniture, Vehicles, and Equipment	\$ 5,000
Improvements other than Buildings	\$25,000
Buildings	\$50,000
Building Improvements	\$50,000

Estimated useful lives, in years, for depreciable assets are as follows:

Computer Equipment and Peripherals	3 years
Vehicles and Equipment	5 years
Heavy Equipment (backhoes, dozers, front-end loaders, tractors, etc)	10 years
Furniture and Fixtures	7 years
Improvements other than Buildings	20 years
Buildings	40 years
Infrastructure:	
Roads	20 years
Concrete bridges	50 years
Timber bridges	30 years

Salvage Values:

Computer Equipment and Peripherals	1%
Furniture	10%
Vehicles and Heavy Equipment	10%
Improvements other than Buildings	20%
Buildings	20%
Roads	30%
Bridges	0%

O. COMPENSATED ABSENCES

Upon termination of employment, the City of Byram provides payment of accrued personal leave over 30 days to the departing employee. While such leave is accumulated from 5 to 20 days each year, depending on length of service, no payment for medical leave is allowed absent the required evidence of such need.

Unpaid personal leave expected to be paid from the Governmental Funds is reported under Long-term Debt as "Compensated Absences". Similar amounts related to the Proprietary Fund are accrued in the Enterprise Funds. Typically the related Accrued Compensated Absences Expense has been paid from the General Fund and the Sewer Fund.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

The respective liabilities are computed utilizing the specific identification method (i.e., each employee's actual accumulated personal leave days are multiplied by the applicable actual per day salary). The City's liability for compensated absences is not recorded in the governmental funds, for such liability may be paid from financial resources not currently available. Compensated absences are reported in governmental funds only if they have matured.

P. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

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

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until then. The City has a deferred inflow which is presented as a deferred inflow for pensions.

See Note 13 for further details.

Q. NEW PRONOUNCEMENTS

In February 2015, the GASB issued Statement No. 72, "Fair Value Measurement and Applications". This statement addresses accounting and financial reporting issues related to fair value measurements. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2015. The City is evaluating the impact, if any, upon its financial position, results of operations, or cash flows upon adoption.

In June 2015, The GASB issued Statement No. 73, "Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68". This statement will improve the usefulness of information for decisions made by the various users of the general purpose external financial reports. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2015. The City is evaluating the impact, if any, upon its financial position, results of operations or cash flows upon adoption.

In June 2015, the GASB issued Statement No. 74, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans". This statement will improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2016. The City is evaluating the impact, if any, upon its financial position, results of operations or cash

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

flows upon adoption.

In June 2015, the GASB issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement will improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). The requirements of this statement are effective for financial statements for periods beginning after June 15, 2017. The City is evaluating the impact, if any, upon its financial position, results of operations or cash flows upon adoption.

In June 2015, the GASB issued Statement No. 76, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments". This statement will establish the hierarchy of GAAP for state and local governments. The requirement of this statement are effective for financial statements for periods beginning after June 15, 2015. The City is evaluating the impact, if any, upon its financial position, results of operations, or cash flows upon adoption.

In August 2015, the GASB issued Statement No. 77, "Tax Abatement Disclosures". This statement will improve financial reporting by giving users of financial statements essential information that is not consistently or comprehensively reported to the public at present. The requirements of this statement are effective for financial statements for periods beginning after December 15, 2015. The City is evaluating the impact, if any, upon its financial position, results of operations, or cash flows upon adoption.

In December 2015, the GASB issued Statement No. 78, "Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans". This statement will address a practice issue regarding the scope and applicability of Statement No. 68. The requirements of this statement are effective for financial statements for periods beginning after December 15, 2015. The City is evaluating the impact, if any, upon its financial position, results of operations, or cash flows upon adoption.

In December 2015, the GASB issued Statement No. 79, "Certain External Investment Pools and Pool Participants". This statement will enhance comparability of financial statements among governments by establishing specific criteria used to determine whether a qualifying external investment pool may elect to use an amortized cost exception to fair value measurement. The requirements of this statement are effective for financial statements for periods beginning after December 15, 2015. The City is evaluating the impact, if any, upon its financial position, results of operations, or cash flows upon adoption.

In January 2016, the GASB issued Statement No. 80, "Blending Requirements for Certain Component Units-an amendment of GASB Statement No. 14". This statement will enhance the comparability of financial statements among governments. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2016. The City is evaluating the impact, if any, upon its financial position, results of operations, or cash flows upon adoption. In March 2016, the GASB issued Statement No. 81, "Irrevocable Split-Interest Agreements". This statement will enhance the comparability of financial statements by providing accounting and reporting guidance for irrevocable split-interest agreements in which government is a beneficiary.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

The requirements of this statement are effective for financial statements for periods beginning after December 15, 2015. The City is evaluating the impact, if any, upon its financial position, results of operations, or cash flows upon adoption.

In March 2016, the GASB issued Statement No. 82, "Pension Issues" - an amendment of GASB 67, 68 and 73. This statement will improve financial reporting by enhancing consistency in the application of financial reporting requirements to certain pension issues. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2016. The City is evaluating the impact, if any, upon its financial position, results of operations or cash flows upon adoption.

2. CASH

The collateral for public entities' deposits in financial institutions is now held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105-5, Miss. Code Ann. (1972). Under this program, the entity's funds are protected through a collateral pool administered by the State Treasurer. Financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Deposit Insurance Corporation. The City's pooled and non-pooled deposits are categorized to give an indication of the level of risk assumed by the City at fiscal year-end.

The carrying amount of the City's deposits with financial institutions was \$4,981,709 and the bank balance was \$5,377,465.

Custodial Credit Risk - Deposits. Custodial credit risk is defined as the risk that, in the event of a financial institutions failure, the city's deposits may not be returned to it. The city does not have a deposit policy for custodial credit risk. As of September 30, 2016, none of the city's bank balance of \$5,377,465 was exposed to custodial credit risk.

3. RECEIVABLES

Accounts receivable at September 30, 2016, consisted of the following:

	General Fund	Enterprise Fund	Total
Utility Customers	\$	232,718	232,718
Other	207,659		207,659
Total	\$ 207,659	232,718	440,377

4. PROPERTY TAXES

Property held on January 1 of any given year (or brought into the State by March 1 of the same

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

year) is assessed for taxation in the ensuing fiscal year. Such levy, which establishes a lien against the underlying property, is maintained by Hinds County. The assessed value of property on January 1, 2016, upon which the levy was based, was \$89,494,264. The taxes thus assessed are due and payable as follows:

1 st installment	(50% of liability)	on or before Feb. 1
2 nd installment		on or before May 1
Final installment		on or before Aug. 1

If taxes remain unpaid, the property subject to a tax lien is sold for taxes on the fourth Monday of August. Property taxes receivable reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet represent amounts due for unpaid delinquent property taxes at September 30, 2016. Property taxes that are not considered "available" have been reported as unearned revenues in the governmental funds Balance Sheet.

5. CAPITAL ASSETS

	Balance 10-1-2015	Additions	Deletions	Adjustments	Balance 9-30-2016
<u>Non-depreciable capital assets:</u>					
Land	\$ 1,029,718				1,029,718
Total non-depreciable capital assets	1,029,718	0	0	0	1,029,718
<u>Depreciable capital assets:</u>					
Infrastructure	14,640,283	479,455		(1,333,161)	13,786,577
Buildings	4,126,903	168,423			4,295,326
Improvements other than buildings	106,514				106,514
Mobile equipment	1,487,313	128,570	54,550		1,561,333
Furniture and equipment	1,312,047	138,656	15,125	8,878	1,444,456
Total depreciable capital assets	21,673,060	915,104	69,675	(1,324,283)	21,194,206
<u>Less accumulated depreciation for:</u>					
Infrastructure	6,425,131	234,057		(126,716)	6,532,472
Buildings	157,123	86,064			243,187
Improvements other than buildings	6,753	5,115			11,868
Mobile equipment	869,890	226,158	48,922		1,047,126
Furniture and equipment	606,773	154,533	13,613	(9,119)	738,574
Total accumulated depreciation	8,065,670	705,927	62,535	(135,835)	8,573,227
Total depreciable capital assets, net	13,607,390	209,177	7,140	(1,188,448)	12,620,979
Governmental activities capital assets, net	\$ 14,637,108	209,177	7,140	(1,188,448)	13,650,697

Adjustments were made to properly present capital assets at year end.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Adjustments were made to properly present capital assets at year end.

The amount of depreciation expense charged to the respective governmental activities' function in the government-wide Statement of Activities for the period is as follows:

		Amount
General Government	\$	26,995
Culture and Recreation		513
Public Safety		381,158
Public Works		297,261
Total depreciation expense	\$	705,927

6. LONG - TERM OBLIGATIONS

A. Changes in Long-Term Obligations

The following is a summary of changes in long-term debt:

	Balance 10-1-2015	Additions	Reductions	Adjustments	Balance 9-30-2016	Amounts due within one year
<u>General Obligation Bonds</u>						
Public Improvement	\$ 4,430,000		205,000		4,225,000	210,000
Total General Obligation Bonds	4,430,000	0	205,000	0	4,225,000	210,000
<u>Other Long - Term Debt</u>						
Motorola Lease Purchases	216,970		51,431		165,539	53,262
Sirens Lease Purchase		111,012	37,520		73,492	36,027
Quick Attack Vehicle Lease	32,800		32,800		0	
Caterpillar CB24B Asphalt Compactor	38,930		2,961	(19,465)	16,504	3,002
Caterpillar 420F2 Backhoe Loader		53,063	4,288		48,775	4,801
Compensated Absences	273,854	83,268	165,175		191,947	9,597
Total Other Long-Term Debt	562,554	247,343	294,175	(19,465)	496,257	106,689
Total Long-Term Debt	\$ 4,992,554	247,343	499,175	(19,465)	4,721,257	316,689

Adjustments were made to properly reflect the portion of the debt that should have been recorded in the business-type activities.

B. Currently Outstanding Long-Term Obligations

Other Long-term debt currently outstanding are as follows:

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City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2016
General Obligation Bonds					
Public Improvement	8/1/12	8/1/32	2.4 - 3.4%	\$ 5,000,000	4,225,000
Total General Obligation Bonds				<u>5,000,000</u>	<u>4,225,000</u>
Other Long - Term Debt					
Motorola Leases	10/1/13	10/1/18	3.56%	266,633	165,539
Sirens Lease Purchase	1/4/16	4/30/18	3.99%	111,012	73,492
Quick Attack Vehicle Lease	2/15/12	10/31/15	3.65%	125,671	0
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	43,682	16,504
Caterpillar 420F2 Backhoe Loader	12/15/15	1/15/21	2.05%	53,063	48,775
Total Other Long-Term Debt				\$ 600,061	304,310
Total Long-Term Debt				<u>\$ 5,600,061</u>	<u>4,529,310</u>

C. Summary of Annual Debt Service Requirements To Maturity - Annual Principal & Interest

General Obligation Bonds

The City issues general obligation bonds to provide funds for City improvements. These are direct obligations and pledge the full faith and credit of the City. Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2017	\$ 210,000	115,950	325,950
2018	215,000	108,810	323,810
2019	220,000	101,500	321,500
2020	230,000	94,020	324,020
2021	235,000	86,200	321,200
2022 - 2026	1,295,000	317,890	1,612,890
2027 - 2031	1,495,000	148,800	1,643,800
2032	325,000	7,800	332,800
Total	\$ 4,225,000	980,970	5,205,970

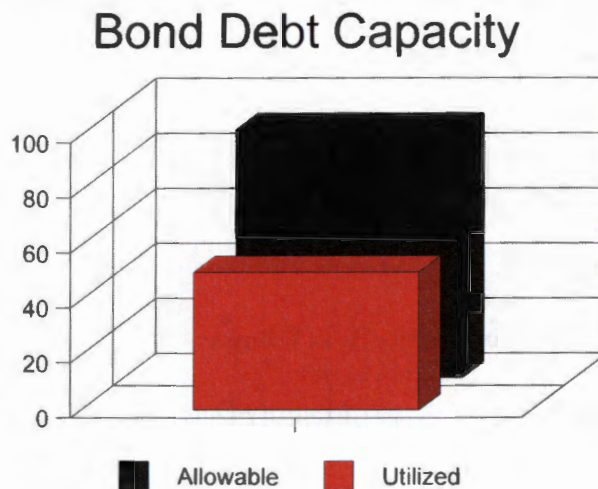
The amount of general obligation bonded debt that can be incurred by the City is limited by state statute. Total outstanding bonded debt during a year can be no greater than 15% of the assessed value of the taxable property within such municipality, according to the last completed assessment for taxation, unless certain conditions, such as set forth in state statutes under Mississippi Code Ann., Section 21-33-303, have been met which increases the bonded debt to no greater than 20% of the assessed value. As of September 30, 2016, the amount of outstanding bonded debt was equal to 4.72% property assessments of \$89,494,264, computed as follows:

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

Bonded Debt:	
General Obligation Bonds	\$ 4,225,000
Enterprise Funds	640,000
Less Excludable Debt:	
Enterprise Funds	(640,000)
Total Debt Subject to Limitation	\$ 4,225,000
Assessed Valuation	\$ 89,494,264
Percentage	4.72%

The following is a graphic representation of the bond debt capacity.



Other Long-term Debt

Motorola Lease Purchases

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>			
\$266,633	10/1/13	10/1/18			
<u>Year Ending</u> <u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>		
2017	\$ 53,262	5,893	59,155		
2018	55,158	3,997	59,155		
2019	57,119	2,034	59,153		
Total	\$ 165,539	11,924	177,463		

This debt is to be retired from the General Fund.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

Sirens Lease Purchase

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>			
\$111,012	1/4/16	4/30/18			
Year Ending September 30		Principal	Interest	Total	
2017	\$	36,027	2,933	38,960	
2018		37,465	1,495	38,960	
Total	\$	73,492	4,428	77,920	

This debt is to be retired from the General Fund.

Quick Attack Vehicle Lease

This debt was paid off and retired from the General Fund.

Caterpillar CB24B Asphalt Compactor

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>			
\$43,682	10/13/14	10/13/19			
Year Ending September 30		Principal	Interest	Total	
2017	\$	3,002	402	3,404	
2018		3,084	320	3,404	
2019		3,169	236	3,405	
2020		7,249	3	7,252	
Total	\$	16,504	961	17,465	

This debt is to be retired from the General Fund.

Caterpillar 420F2 Backhoe Loader

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>
\$53,063	12/15/15	1/15/21

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Year Ending September 30	Principal	Interest	Total
2017	\$ 4,801	792	5,593
2018	5,342	851	6,193
2019	5,452	741	6,193
2020	5,565	628	6,193
2021	27,615	184	27,799
Total	\$ 48,775	3,196	51,971

This debt is to be retired from the General Fund.

7. BUSINESS-TYPE ACTIVITIES - CAPITAL ASSETS

The following is a summary of the capital assets of the Enterprise Fund at September 30, 2016:

	Balance 10-1-2015	Additions	Adjustments	Balance 9-30-2016
<u>Non-depreciable capital assets:</u>				
Land	\$		750,000	750,000
Total non-depreciable capital assets	0	0	750,000	750,000
<u>Depreciable capital assets:</u>				
Infrastructure	\$ 2,929,324	1,001,610	1,333,161	5,264,095
Improvements other than buildings	104,290			104,290
Mobile equipment	35,883	39,744		75,627
Furniture and equipment	248,719			248,719
Total depreciable capital assets	3,318,216	1,041,354	1,333,161	5,692,731
<u>Less accumulated depreciation for:</u>				
Infrastructure	278,088	134,190	57,002	469,280
Improvements other than buildings	15,066	7,397		22,463
Mobile equipment	13,910	12,965		26,875
Furniture and equipment	86,150	30,712		116,862
Total accumulated depreciation	393,214	185,264	57,002	635,480
Total depreciable capital assets, net	2,925,002	856,090	1,276,159	5,057,251
Business-type activities capital assets, net	\$ 2,925,002	856,090	2,026,159	5,807,251

Adjustments were made to properly present capital assets at year end.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

8. BUSINESS-TYPE ACTIVITIES - LONG-TERM DEBT

The following is a detail of changes in the enterprise funds long-term debt.

	Balance 10-1-2015	Additions	Reductions	Adjustments	Balance 9-30-2016	Amounts due within one year
<u>General Obligation Bonds</u>						
General Obligation Bond, Series 2015	\$ 700,000		60,000		640,000	65,000
Total General Obligation Bonds	700,000	0	60,000	0	640,000	65,000
<u>Other Long - Term Debt</u>						
State Revolving Fund (SRF) Sewer Improvements Loan	2,406,606		125,468		2,281,138	127,682
State Revolving Fund (SRF) Water Pollution Loan	569,423		26,437		542,986	26,904
State Revolving Fund (SRF) Water Pollution Loan		708,425			708,425	25,463
Caterpillar CB24B Asphalt Compactor			2,883	19,465	16,582	3,016
Caterpillar 420F2 Backhoe Loader		53,062	4,287		48,775	4,801
Compensated Absences	2,878	973	839		3,012	151
Total Other Long-Term Debt	2,978,907	762,460	159,914	19,465	3,600,918	188,017
	\$ 3,678,907	762,460	219,914	19,465	4,240,918	253,017

Adjustments were made to properly reflect the portion of the debt that should have been recorded in the business-type activities.

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2016
<u>General Obligation Bonds</u>					
General Obligation Bond, Series 2015	9/1/15	9/1/25	2.1-3.0%	\$ 700,000	640,000
Total General Obligation Bonds				700,000	640,000
<u>Other Long - Term Debt</u>					
State Revolving Fund (SRF) Sewer Improvements Loan	9/1/12	5/1/32	1.75%	2,750,000	2,281,138
State Revolving Fund (SRF) Water Pollution Loan	5/1/14	2/1/34	1.75%	677,082	542,986
State Revolving Fund (SRF) Water Pollution Loan	9/21/16	6/1/36	1.75%	708,425	708,425
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	21,841	16,582
Caterpillar 420F2 Backhoe Loader	12/15/15	01/15/21	2.05%	53,062	48,775
Total Other Long-Term Debt				\$ 4,210,410	3,597,906
Total Long-Term Debt				\$ 4,910,410	4,237,906

General Obligation Bond

General obligation enterprise bonds are, as their name implies, general obligations of the City of Byram, Mississippi. The Sewer bond bear interest at a variable rate of 11%. Accordingly, such annual debt service requirements to maturity for the City's proprietary fund bond is as follows:

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

<u>Year Ending June 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$	65,000	16,215	81,215
2018		65,000	14,850	79,850
2019		65,000	13,485	78,485
2020		70,000	12,055	82,055
2021		70,000	10,375	80,375
2022 - 2025		305,000	22,275	327,275
Total	\$	640,000	89,255	729,255

This debt will be paid from the Sewer Fund.

Other Long-Term Debt

State Revolving Fund (SRF) Sewer Improvements loan:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$2,750,000	9/1/12	5/1/32	1.75%

<u>Year Ending June 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$	127,682	38,899	166,581
2018		129,934	36,647	166,581
2019		132,226	34,354	166,580
2020		134,559	32,022	166,581
2021		136,933	29,648	166,581
2022 - 2026		721,763	111,142	832,905
2027 - 2031		787,712	45,193	832,905
2032		110,329	725	111,054
Total	\$	2,281,138	328,630	2,609,768

This debt will be paid from the Sewer Fund.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

State Revolving Fund (SRF) Water Pollution Loan:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	
\$677,082	5/1/14	2/1/34	1.75%	
Year Ending				
<u>June 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$	26,904	9,287	36,191
2018		27,378	8,813	36,191
2019		27,861	8,330	36,191
2020		28,353	7,838	36,191
2021		28,853	7,338	36,191
2022 - 2026		152,082	28,872	180,954
2027 - 2031		165,978	14,976	180,954
2032 - 2034		85,577	1,884	87,461
Total	\$	542,986	87,338	630,324

Full line of credit (\$677,082) has yet to be drawn. Loan will capitalize upon completion of draws made from line of credit.

This debt will be retired from the Sewer Fund.

State Revolving Fund (SRF) Water Pollution Loan:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	
\$708,425	9/21/16	6/1/36	1.75%	
Year Ending				
<u>June 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$	25,463	10,165	35,628
2018		31,050	11,704	42,754
2019		31,597	11,156	42,753
2020		32,155	10,598	42,753
2021		32,722	10,031	42,753
2022 - 2026		172,475	41,291	213,766
2027 - 2031		188,234	25,531	213,765
2032 - 2036		194,729	8,348	203,077
Total	\$	708,425	128,824	837,249

This debt will be retired from the Sewer Fund.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

Caterpillar CB24B Asphalt Compactor

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$43,682	10/13/14	10/13/19	2.70%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 3,016	402	3,418
2018	3,099	322	3,421
2019	3,184	237	3,421
2020	7,283	5	7,288
Total	\$ 16,582	966	17,548

This debt will be retired from the Sewer Fund.

Caterpillar 420F2 Backhoe Loader

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$53,062	12/15/15	1/15/21	2.05%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 4,801	792	5,593
2018	5,342	851	6,193
2019	5,452	741	6,193
2020	5,565	628	6,193
2021	27,615	184	27,799
Total	\$ 48,775	3,196	51,971

This debt will be retired from the Sewer Fund.

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City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

9. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description. The City contributes to the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer, defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Benefit provisions are established by state law and may be amended only by the State of Mississippi Legislature. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That information may be obtained by writing to Public Employees' Retirement System, PERS Building, 429 Mississippi Street, Jackson, MS 39201-1005 or by calling 1-800-444-PERS.

Benefits provided

Membership in PERS is a condition of employment granted upon hiring for qualifying employees and officials of the State of Mississippi, state universities, community and junior colleges, and teachers and employees of the public school districts. For those persons employed by political subdivisions and instrumentalities of the State of Mississippi, membership is contingent upon approval of the entity's participation in PERS by the PERS' Board of Trustees. If approved, membership for the entity's employees is a condition of employment and eligibility is granted to those who qualify upon hiring. Participating members who are vested and retire at or after age 60 or those who retire regardless of age with at least 30 years of creditable service (25 years of creditable service for employees who became members of PERS before July 1, 2011) are entitled, upon application, to an annual retirement allowance payable monthly for life in an amount equal to 2.0 percent of their average compensation for each year of creditable service up to and including 30 years (25 years for those who became members of PERS before July 1, 2011), plus 2.5 percent for each additional year of creditable service with an actuarial reduction in the benefit for each year of creditable service below 30 years or the number of years in age that the member is below 65, whichever is less. Average compensation is the average of the employee's earnings during the four highest compensated years of creditable service. Benefits vest upon completion of eight years of membership service (four years of membership service for those who became members of PERS before July 1, 2007). PERS also provides certain death and disability benefits. A Cost-of-Living Adjustment (COLA) payment is made to eligible retirees and beneficiaries. The COLA is equal to 3.0 percent of the annual retirement allowance for each full fiscal year of retirement up to the year in which the retired member reaches age 60 (55 for those who became members of PERS before July 1, 2011), with 3.0 percent compounded for each fiscal year thereafter. Plan provisions are established and may be amended only by the State of Mississippi Legislature.

Contributions. At September 30, 2016, PERS members were required to contribute 9% of their annual covered salary, and the County is required to contribute at an actuarially determined rate. The employer's rate at September 30, 2016 was 15.75% of annual covered payroll. The contribution requirements of PERS members and employers are established and may be amended only by the State of Mississippi Legislature. The City's contributions to PERS for the years ending September 30, 2016, 2015 and 2014 were \$468,891, \$434,495, and \$381,423, respectively, equal to the required contributions for each year.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

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

At September 30, 2016, the City reported a liability of \$8,207,459 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 City's proportion of the net pension liability was based on a projection of the City's long-term share of contribution to the pension plan relative to projected contributions of all participating entities, actuarially determined. The City's proportionate share used to calculate the September 30, 2016 net pension liability was 0.045948 percent, which was based on a measurement date of June 30, 2015. This was an increase of 0.002958 from its proportionate share used to calculate the September 30, 2015 net pension liability, which was based on a measurement date of June 30, 2014.

For the year ended September 30, 2016, the City recognized pension expense of \$1,330,195. At September 30, 2016 the City 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	\$ 237,666	
Net difference between projected and actual earnings on pension plan investments	388,827	
Changes of assumptions	572,479	
Changes in proportion and differences between City contributions and proportionate share of contributions	694,648	21,810
City contributions subsequent to the measurement date	129,737	
Total	<u>\$ 2,023,357</u>	<u>21,810</u>

\$129,737 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ended September 30, 2017. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year ending September 30:	
2016	\$ 726,230
2017	642,880
2018	340,561
2019	162,139
Total	<u>\$ 1,871,810</u>

Actuarial assumptions. The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Inflation	3.0 percent
Salary increases	3.75 – 19.00 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2014 Healthy Annuitant Blue Collar Table Projected with Scale BB to 2016, with males rates set forward one year.

The actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2010 and June 30, 2014. The experience report is dated May 4, 2015.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of 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 target asset allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2016, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Broad	34%	5.20%
International Equity	19%	5.00%
Emerging Markets Equity	8%	5.45%
Fixed Income	20%	0.25%
Real Assets	10%	4.00%
Private Equity	8%	6.15%
Cash	1%	(0.50)%
Total	100%	

Discount rate. The discount rate used to measure the total pension liability was 7.75 percent, a decrease of 0.25 percentage points since the prior measurement date. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate (9.00%) and that employer contributions will be made at the current employer contribution rate (15.75%). Based on those assumptions, the pension plan'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 of the City's proportionate share of the net pension liability to changes in the discount rate. The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
City's proportionate share of the net pension liability	\$ 10,523,804	\$ 8,207,459	\$ 6,285,646

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

10. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Except as described below, the City carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The City finances its exposure to risk of loss related to workers' compensation for injuries to its employees through the Mississippi Public Entity Workers' Compensation Trust, a public entity risk pool. The City pays premiums to the pool for its workers' compensation insurance coverage, and the participation agreement provides that the pool will be self-sustaining through member premiums. The retention for the pool is \$500,000 for employees for each accident and completely covers statutory limits set by the Workers' Compensation Commission. Risk of loss is remote for claims exceeding the pool's retention liability. However, the pool also has catastrophic reinsurance coverage for statutory limits above the pool's retention, provided by Safety National Casualty Corporation. The pool may make an overall supplemental assessment or declare a refund depending on the loss experience of all the entities it insures. A report can be obtained by accessing the following website: <http://www.mwcc.state.ms.us/> or by writing to the Mississippi Workers' Compensation Commission at PO Box 5300, Jackson, Mississippi 39296-5300.

11. PRIOR PERIOD ADJUSTMENTS

A summary of significant fund balance/Net Position adjustments are as follows:

Exhibit A-2 - Statement of Activities

<u>Explanation:</u>	<u>Amount</u>
<u>Governmental Activities:</u>	
1. Adjustments were made to properly present capital assets at year end.	\$ (1,188,448)
2. Adjustments were made to properly present court fine receivable and allowance.	257,272
3. To adjust assets and liabilities in prior year.	110,000
4. Adjustments were made to properly present long-term debt at year end.	19,465
Total	\$ (801,711)

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2016

Business-Type Activities:

1. Adjustments were made to properly present long-term debt at year end.	\$	(19,465)
2. Adjustments were made to properly present capital assets at year end.		2,026,159
Total	\$	<u>2,006,694</u>

Exhibit A-5 - Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

Fund	Explanation	Amount
General Fund	Adjustments were made to properly present court fine receivable and allowance.	\$ 257,272
Other Governmental Funds	To adjust assets and liabilities in prior year.	110,000
Total		\$ <u>367,272</u>

Exhibit A-8 - Statement of Revenues, Expenses, and Changes in Net Position - Enterprise Fund

Fund	Explanation	Amount
Sewer Fund	Adjustments were made to properly present long-term debt at year end.	\$ (19,465)
Sewer Fund	Adjustments were made to properly present capital assets at year end.	2,026,159
Total		\$ <u>2,006,694</u>

12. CONTINGENCIES

Litigation - The City is party to legal proceedings, many of which occur in the normal course of governmental operations. It is not possible at the present time to estimate the outcome or liability, if any, of the City in respect to the various proceedings.

13. EFFECT OF DEFERRED AMOUNTS IN NET POSITION

The unrestricted net position amount of (\$1,686,722) includes the effect of deferring the recognition of expenses resulting from a deferred outflow from pensions. The \$2,023,357 balance of deferred outflow of resources, at September 30, 2016 will be recognized as an expense and will decrease the unrestricted net position over the next 3 years.

The unrestricted net position amount of (\$1,686,722) includes the effect of deferring the recognition of revenues resulting from a deferred inflow from pensions. The \$21,810 balance of deferred inflow of resources, at September 30, 2016 will be recognized as a revenue and will increase the unrestricted net position over the next 4 years.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2016

14. INSURANCE PROCEEDS

The City of Byram received \$17,302 in insurance proceeds related to vehicle damage during the 2015-2016 fiscal year.

15. FUND RECLASSIFICATION

The CDBG Lake Ridgelea Sewer fund was reclassified from a Capital Project Fund to an Enterprise Fund and presented in the Sewer Fund to accurately report all Sewer activity as business type. The City appropriately maintained a separate bank account for all CDBG transactions.

16. PROCEEDS FROM INSURANCE SETTLEMENTS

The City of Byram received \$85,000 in proceeds from an insurance settlement relating to a developers insurance company lawsuit.

17. SUBSEQUENT EVENTS

Events that occur after the Statement of Net Position date but before the financial statements are available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the Statement of Net Position date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the Statement of Net Position date require disclosure in the accompanying notes. Management of the City of Byram evaluated the activity of the city through the date the financial statements were available to be issued, and determined that no subsequent events have occurred requiring disclosure in the notes to the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND

The general fund is used to account for resources traditionally associated with government which are not required to be accounted for in another fund.

The City maintains one general fund.

City of Byram, Mississippi
General Fund
Budgetary Comparison Schedule
For the Year Ended September 30, 2016

Exhibit B-1

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Sales taxes	\$ 2,232,000	2,327,000	2,370,509	43,509
Property taxes	2,577,505	2,696,505	2,788,338	91,833
Licenses and permits	461,500	466,500	491,565	25,065
Fines and forfeitures	288,000	315,000	195,854	(119,146)
Investment income	5,000	3,000	4,518	1,518
Grants and donations	1,000	12,000	13,680	1,680
Charges for services	14,500	19,500	27,395	7,895
Intergovernmental programs	374,395	711,507	741,676	30,169
Other	135,000	255,000	172,254	(82,746)
Total Revenues	6,088,900	6,806,012	6,805,789	(223)
Expenditures:				
Current:				
General government:				
Personnel services	658,235	663,377	654,340	9,037
Supplies	42,835	50,835	35,540	15,295
Services	551,302	508,452	444,763	63,689
Capital outlay/debt service	78,800	261,800	260,001	1,799
	1,331,172	1,484,464	1,394,644	89,820
Public safety				
Personnel services	3,445,155	3,387,257	3,158,027	229,230
Supplies	325,575	337,275	265,376	71,899
Services	458,825	451,825	387,468	64,357
Capital outlay/debt service	655,500	228,700	222,792	5,908
	4,885,055	4,405,057	4,033,663	371,394
Public services				
Personnel services	328,383	328,383	328,149	234
Supplies	148,000	122,700	89,024	33,676
Services	240,310	223,310	181,811	41,499
Capital outlay/debt service	502,200	1,274,497	1,001,060	273,437
	1,218,893	1,948,890	1,600,044	348,846
Culture and recreation				
Personal services	18,862	18,862	192	18,670
Supplies	18,000	23,500	19,341	4,159
Services	15,525	43,825	41,584	2,241
Capital outlay/debt service	25,000	23,000	18,614	4,386
	77,387	109,187	79,731	29,456
Debt service:				
Principal	106,497	130,452	129,000	1,452
Interest	10,034	11,922	11,725	197
	116,531	142,374	140,725	1,649
Total Expenditures	7,629,038	8,089,972	7,248,807	(841,165)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,540,138)	(1,283,960)	(443,018)	(840,942)
Other Financing Sources (Uses):				
Inception of capital leases	502,500	52,500	164,075	111,575
Insurance proceeds	-	100,000	17,302	(82,698)
Proceeds from insurance settlements	-	-	85,000	85,000
Transfers in	-	75,000	202,830	127,830
Transfers out	(2,372,290)	(2,853,469)	-	2,853,469
Other	-	-	606	606
Total Other Financing Sources (Uses)	(1,869,790)	(2,625,969)	469,813	3,095,782
Net Change in Fund Balance	(3,409,928)	(3,909,929)	26,795	3,936,724
Fund Balances - Beginning, as previously reported	3,409,928	3,909,928	4,473,761	563,833
Prior period adjustments	-	-	257,272	257,272
Fund Balances - Beginning, as previously reported	3,409,928	3,909,928	4,731,033	821,105
Fund Balances - September 30	\$ -	(1)	4,757,828	4,500,557

The notes to the required supplementary information are an integral part of this schedule.

City of Byram, Mississippi**Schedule of the City's Proportionate Share of the Net Pension Liability****PERS****Last 10 Fiscal Years***

	2016	2015
City's proportion of the net pension liability (asset) \$	8,207,459	6,645,406
City's proportionate share of the net pension liability (asset)	0.045948%	0.042990%
City's covered - employee payroll	649,340	586,317
City's proportionate share of the net pension liability (asset) as a percentage of its covered - employee payroll	1263.97%	1133.41%
Plan fiduciary net position as a percentage of the total pension liability	61.70%	61.70%

The notes to the required supplementary information are an integral part of this schedule.

* The amounts presented for each fiscal year were determined as of the measurement date of 6/30 of the year prior to the fiscal year presented.

This schedule is presented to illustrate the requirement to show information for 10 years. However, GASB 68 was implemented in FYE 15, and, until a full 10-year trend is compiled, the City has only presented information for the years in which information is available.

City of Byram, Mississippi
Schedule of the City's Contributions
PERS
Last 10 Fiscal Years*

	2016	2015
Contractually required contribution	\$ 468,891	434,495
Contributions in relation to the contractually required contribution	468,891	434,495
Contribution deficiency (excess)	\$ -	-
City's covered - employee payroll	2,977,086	2,758,698
Contributions as a percentage of covered - employee payroll	15.75%	15.75%

The notes to the required supplementary information are an integral part of this schedule.

This schedule is presented to illustrate the requirement to show information for 10 years. However, GASB 68 was implemented in FYE 15, and, until a full 10-year trend is compiled, the City has only presented information for the years in which information is available.

City of Byram, Mississippi

Notes to the Required Supplementary Information For the Year Ended September 30, 2016

Budgetary Comparison Schedule

(1) Basis of Presentation

All funds of the City of Byram, Mississippi, governmental and business-type , are budgeted. The funds budgeted are presented in either this section or in the following schedules presented in the other supplementary information of this report. For comparison purposes, the final, amended budget is utilized, and it is presented on a modified cash basis of accounting as required by the State of Mississippi, which is not consistent with generally accepted accounting principles. Capital projects funds are budgeted on a project-length basis rather than an annual basis. All budgetary appropriations lapse at year-end.

(2) Budget amendments and revisions

The budget is adopted and may be amended by the Board of Aldermen/Alderwomen. A budgetary comparison is presented for the general fund and each major fund and is presented on a modified cash basis of accounting.

(3) This year there were no adjustments to reconcile the modified cash basis of accounting to GAAP.

Pension Schedules

(1) Change of Benefit Terms

Effective July 1, 2016, the interest rate on employee contributions shall be calculated based on the money market rate as published by the Wall Street Journal on December 31 of each preceding year with a minimum rate of one percent and a maximum rate of five percent.

(2) Change of Assumptions

The assumed rate of interest credited to employee contributions was changed from 3.5% to 2.00%.

OTHER SUPPLEMENTARY INFORMATION

Supplementary information is presented to provide greater detailed information than reported in the preceding financial statements. This information, in many cases, has been spread throughout the report and is brought together here for greater clarity. Financial schedules are not necessary for fair presentation, in order to be in conformity with Generally Accepted Accounting Principles.

CITY OF BYRAM, MISSISSIPPI
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

	Special Revenue Funds	Debt Service Fund 2012 GO Bond & Interest Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
Assets:				
<i>Pooled cash and cash equivalents</i>	\$ 86,434	\$ 89,780	\$ --	\$ 176,214
<i>Interfund receivables</i>	--	77,475	--	77,475
Total Assets	<u>\$ 86,434</u>	<u>\$ 167,255</u>	<u>\$ --</u>	<u>\$ 253,689</u>
Liabilities and Fund Balances:				
Liabilities:				
<i>Total Liabilities</i>	--	--	--	--
Fund Balances:				
Restricted:				
<i>Unemployment benefits</i>	52,901	--	--	52,901
<i>Public safety</i>	33,533	--	--	33,533
<i>Debt services</i>	--	167,255	--	167,255
Total Fund Balances	<u>86,434</u>	<u>167,255</u>	<u>--</u>	<u>253,689</u>
Total Liabilities and Fund Balances	<u>\$ 86,434</u>	<u>\$ 167,255</u>	<u>\$ --</u>	<u>\$ 253,689</u>

CITY OF BYRAM, MISSISSIPPI

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Special Revenue Funds	Debt Service Fund 2012 GO Bond & Interest Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenues:				
Property taxes	\$ --	\$ 355,290	\$ --	\$ 355,290
Investment income	267	377	105	749
Grants and donations	26,561	--	--	26,561
Intergovernmental programs	--	15,344	--	15,344
Other	980	--	--	980
Total Revenues	<u>27,808</u>	<u>371,011</u>	<u>105</u>	<u>398,924</u>
Expenditures:				
Current:				
General government	--	7,138	--	7,138
Public safety	20,964	--	31,999	52,963
Public services	--	--	11,800	11,800
Debt service:				
Principal	--	205,000	--	205,000
Interest	--	122,920	--	122,920
Other	--	500	--	500
Total Expenditures	<u>20,964</u>	<u>335,558</u>	<u>43,799</u>	<u>400,321</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,844</u>	<u>35,453</u>	<u>(43,694)</u>	<u>(1,397)</u>
Other Financing Sources (Uses):				
Transfers out	(75,000)	--	(127,830)	(202,830)
Total Other Financing Sources (Uses)	<u>(75,000)</u>	<u>--</u>	<u>(127,830)</u>	<u>(202,830)</u>
Net Change in Fund Balances	(68,156)	35,453	(171,524)	(204,227)
Fund Balances - Beginning, as previously reported	154,590	131,802	48,176	334,568
Fund Reclassification	--	--	13,348	13,348
Prior period adjustments	--	--	110,000	110,000
Fund Balances - Beginning, as restated	<u>154,590</u>	<u>131,802</u>	<u>171,524</u>	<u>457,916</u>
Fund Balances - Ending	<u>\$ 86,434</u>	<u>\$ 167,255</u>	<u>\$ --</u>	<u>\$ 253,689</u>

SPECIAL REVENUE FUNDS

The special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted for specific expenditure purposes.

The City maintains the following two (2) special revenue funds to accomplish the afore stated purposes:

1. Law Enforcement Fund
2. Unemployment Fund

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CITY OF BYRAM, MISSISSIPPI
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2016

	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
Assets:			
<i>Pooled cash and cash equivalents</i>	\$ 33,533	\$ 52,901	\$ 86,434
Total Assets	<u>\$ 33,533</u>	<u>\$ 52,901</u>	<u>\$ 86,434</u>
Liabilities and Fund Balances:			
Liabilities:			
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:			
Restricted:			
<i>Unemployment benefits</i>	--	52,901	52,901
<i>Public safety</i>	33,533	--	33,533
Total Fund Balances	<u>33,533</u>	<u>52,901</u>	<u>86,434</u>
Total Liabilities and Fund Balances	<u>\$ 33,533</u>	<u>\$ 52,901</u>	<u>\$ 86,434</u>

CITY OF BYRAM, MISSISSIPPI

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
Revenues:			
Investment income	\$ 82	\$ 185	\$ 267
Grants and donations	--	26,561	26,561
Other	--	980	980
Total Revenues	<u>82</u>	<u>27,726</u>	<u>27,808</u>
Expenditures:			
Public safety	20,964	--	20,964
Total Expenditures	<u>20,964</u>	<u>--</u>	<u>20,964</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(20,882)</u>	<u>27,726</u>	<u>6,844</u>
Other Financing Sources (Uses):			
Transfers out	--	(75,000)	(75,000)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(75,000)</u>	<u>(75,000)</u>
Net Change in Fund Balances	(20,882)	(47,274)	(68,156)
Fund Balances - Beginning	54,415	100,175	154,590
Fund Balances - Ending	<u>\$ 33,533</u>	<u>\$ 52,901</u>	<u>\$ 86,434</u>

CITY OF BYRAM, MISSISSIPPI**Exhibit C-5**

Law Enforcement Fund

Special Revenue Fund

Budgetary Comparison Schedule

For the Year Ended September 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental programs	\$ 500			-
Investment income	25	25	82	57
Total Revenues	525	25	82	57
Expenditures:				
Public safety:				
Supplies	600	32,500	20,964	11,536
Capital outlay		7,200		7,200
Total Expenditures	600	39,700	20,964	18,736
Excess (Deficiency) of Revenues Over (Under) Expenditures	(75)	(39,675)	(20,882)	18,793
Net Change in Fund Balances	(75)	(39,675)	(20,882)	18,793
Fund Balances - Beginning	52,063	54,415	54,415	-
Fund Balances - Ending	\$ 51,988	14,740	33,533	18,793

CITY OF BYRAM, MISSISSIPPI**Exhibit C-6**

Unemployment Fund
 Special Revenue Fund
 Budgetary Comparison Schedule
 For the Year Ended September 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ -	-	185	185
Grants and donations	28,646	25,646	26,561	915
Other	1,120	1,120	980	(140)
Total Revenues	29,766	26,766	27,726	960
Expenditures:				
General government:				
Services	15,000	3,000	-	3,000
Total Expenditures	15,000	3,000	-	3,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	14,766	23,766	27,726	3,960
Other Financing Sources (Uses):				
Transfers out	-	(75,000)	(75,000)	-
Total Other Financing Sources (Uses)	-	(75,000)	(75,000)	-
Net Change in Fund Balances	14,766	(51,234)	(47,274)	3,960
Fund Balances - Beginning	84,434	100,175	100,175	-
Fund Balances - Ending	\$ 99,200	48,941	52,901	3,960

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources bond principal which are obligated in some manner for payment.

The City maintains only one debt service fund to accomplish the afore stated purpose:

1. 2012 GO Bond & Interest Fund

CITY OF BYRAM, MISSISSIPPI
2012 GO Bond & Interest Fund
Debt Service Fund
Budgetary Comparison Schedule
For the Year Ended September 30, 2016

Exhibit C-7

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property taxes	\$ 329,421	329,421	355,290	25,869
Investment income	100	100	377	277
Intergovernmental programs	7,500	7,500	15,344	7,844
Total Revenues	337,021	337,021	371,011	33,990
Expenditures:				
General government:				
Services	8,000	8,000	7,138	862
Debt Service:				
Principal	205,000	205,000	205,000	-
Interest	122,920	122,920	122,920	-
Other	1,000	1,000	500	500
Total Expenditures	336,920	336,920	335,558	1,362
Excess (Deficiency) of Revenues Over (Under) Expenditures	101	101	35,453	35,352
Net Change in Fund Balances	101	101	35,453	35,352
Fund Balances - Beginning	99,293	99,293	131,802	32,509
Fund Balances - Ending	\$ 99,394	99,394	167,255	67,861

CAPITAL PROJECT FUNDS

The Capital Project Fund Types are used to account for financial resources used for the acquisition and construction of major capital facilities other than those financed by proprietary funds. Individual capital project funds are utilized by the municipality to account for its construction projects.

The City maintains only two capital project funds as follows:

1. 2015 GO Bond Fund
2. 2012 GO Bond Fund

CITY OF BYRAM, MISSISSIPPI
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2016

	CDBG - Lake Ridgelea Sewer Fund	2015 GO Bond Fund	2012 GO Bond Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
Assets:				
Total Assets	\$ --	\$ --	\$ --	\$ --
Liabilities and Fund Balances:				
Liabilities:				
Total Liabilities	\$ --	\$ --	\$ --	\$ --
Fund Balances:				
Total Fund Balances	--	--	--	--
Total Liabilities and Fund Balances	\$ --	\$ --	\$ --	\$ --

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CITY OF BYRAM, MISSISSIPPI

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	CDBG - Lake Ridgelea Sewer Fund	2015 GO Bond Fund	2012 GO Bond Fund	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
Revenues:				
Investment income	\$ --	\$ 14	\$ 91	\$ 105
Total Revenues	<u>--</u>	<u>14</u>	<u>91</u>	<u>105</u>
Expenditures:				
Public safety	--	--	31,999	31,999
Public services	--	11,800	--	11,800
Total Expenditures	<u>--</u>	<u>11,800</u>	<u>31,999</u>	<u>43,799</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>--</u>	<u>(11,786)</u>	<u>(31,908)</u>	<u>(43,694)</u>
Other Financing Sources (Uses):				
Transfers out	--	(64,880)	(62,950)	(127,830)
Total Other Financing Sources (Uses)	<u>--</u>	<u>(64,880)</u>	<u>(62,950)</u>	<u>(127,830)</u>
Net Change in Fund Balances	--	(76,666)	(94,858)	(171,524)
Fund Balances - Beginning, as previously reported	(13,348)	(33,334)	94,858	48,176
Fund Reclassification	13,348	--	--	13,348
Prior period adjustments	--	110,000	--	110,000
Fund Balances - Beginning, as restated	<u>--</u>	<u>76,666</u>	<u>94,858</u>	<u>171,524</u>
Fund Balances - Ending	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

ENTERPRISE FUND

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the services to the general public on a continuing basis are financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

The City of Byram, Mississippi operates the following Enterprise Fund:

Sewer Fund - This enterprise fund is financed with public improvement funds that accounts for resources and expenses with the construction of eligible pollution control projects.

CITY OF BYRAM, MISSISSIPPI

Exhibit C-10

Sewer Fund

Enterprise Fund *

Budgetary Comparison Schedule

For the Year Ended September 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 1,425,278	1,468,278	1,121,605	(346,673)
Grant revenue	470,000	504,877	504,877	-
Total Operating Revenues	1,895,278	1,973,155	1,626,482	(346,673)
Operating Expenses				
Personal services	168,873	173,373	245,585	(72,212)
Supplies	55,590	55,590	49,547	6,043
Services	250,913	278,413	247,979	30,434
Depreciation	-	-	185,264	(185,264)
Miscellaneous	2,029,368	2,042,033	186,313	1,855,720
Total Operating Expenses	2,504,744	2,549,409	914,688	1,634,721
Operating Income (Loss)	(609,466)	(576,254)	711,794	1,288,048
Non-Operating Revenues (Expenses):				
Loan proceeds	600,000	761,000	-	(761,000)
Interest revenue	100	100	57	(43)
Bad debt expense	-	-	(398,621)	398,621
Debt service interest	(17,475)	(69,466)	(71,989)	(2,523)
Total Non-Operating Revenues (Expenses)	582,625	691,634	(470,553)	(364,945)
Net Income (Loss) before Operating Transfers	(26,841)	115,380	241,241	125,861
Transfers in	525,000	663,311	-	(663,311)
Transfers out		(338)	-	338
Net Income (Loss)	498,159	778,691	241,241	(537,450)
Net Position (Deficit) - Beginning, as previously reported	22,000	(13,348)	(1,011,472)	(998,124)
Fund Reclassification			(13,348)	(13,348)
Prior Period Adjustment	-	-	2,006,694	2,006,694
Net Position - Beginning, as restated	22,000	(13,348)	981,874	995,222
Net Position - Ending	\$ 520,159	765,343	1,223,115	457,772

* CDBG Lake Ridgelea governmental fund was reclassified to the Enterprise Fund - Sewer Fund for presentation purposes only. The amounts presented in this budgetary comparison schedule were initially properly budgeted separately for CDBG - Lake Ridgelea Fund and Sewer Fund.

OTHER INFORMATION

Schedule D-1

City of Byram, Mississippi
Schedule of Surety Bonds for Municipal Officials
September 30, 2016

Name	Position	Company	Bond Amount
Richard White	Mayor	Travelers Casualty & Surety	\$ 100,000
Richard Cook	Alderman At Large	Travelers Casualty & Surety	\$ 100,000
Jim Moser	Alderman	Travelers Casualty & Surety	\$ 100,000
Diandra A. Hosey	Alderman	Travelers Casualty & Surety	\$ 100,000
Theresa Marble	Alderman	Travelers Casualty & Surety	\$ 100,000
Teresa Mack	Alderman	Travelers Casualty & Surety	\$ 100,000
Wanda Smith	Alderman	Travelers Casualty & Surety	\$ 100,000
D.L. Ford	Alderman	Travelers Casualty & Surety	\$ 100,000
Angela Richburg	City Clerk	Travelers Casualty & Surety	\$ 50,000
Linda White	Deputy City Clerk	Travelers Casualty & Surety	\$ 50,000
Luke Thompson	Police Chief	Travelers Casualty & Surety	\$ 50,000
Paula Morrison	Court Clerk	Travelers Casualty & Surety	\$ 50,000
Darnishia Norwood	Deputy Court Clerk	Travelers Casualty & Surety	\$ 50,000
Ayn Reed	Executive Asst	Travelers Casualty & Surety	\$ 50,000
Stacy Gallagher	CID Admin Asst	Travelers Casualty & Surety	\$ 50,000
Kitty Thompson	Compliance Clerk	Travelers Casualty & Surety	\$ 50,000
Hiawatha Stewart	Records Clerk	Travelers Casualty & Surety	\$ 50,000
Courtney Walters	Sewer Billing Clerk	Travelers Casualty & Surety	\$ 50,000
Reginald Cooper	Police Officer	Travelers Casualty & Surety	\$ 50,000
Colin Cooper	Police Officer	Travelers Casualty & Surety	\$ 50,000
Ford Hayman	Police Officer	Travelers Casualty & Surety	\$ 50,000
Maurice Kendrick	Police Officer	Travelers Casualty & Surety	\$ 50,000

City of Byram, Mississippi
Schedule of Long-Term Debt
September 30, 2016

Schedule D-2

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance October 1, 2015	Current Year Transactions			Balance September 30, 2016
						Additions	Reductions	Adjustments	
Governmental Activities									
General Obligations Bonds									
Public Improvement	8/1/2012	8/1/2032	2.4 - 3.4%	5,000,000	\$ 4,430,000	-	205,000		4,225,000
Total General Obligation Bonds					\$ 4,430,000	-	205,000	-	4,225,000
Other Long-Term Debt									
Motorola Lease Purchase	10/1/2013	10/1/2018	3.56%	266,633	\$ 216,970		51,431		165,539
Sirens Lease Purchase	1/4/2016	4/30/2018	3.99%	111,012	-	111,012	37,520		73,492
Quick Attack Vehicle Lease	2/15/2012	10/31/2015	3.65%	125,671	32,800		32,800		-
Caterpillar CB24B Asphalt Compactor Double Drum Roller	10/13/2014	10/13/2019	2.70%	21,841	38,930		2,961	(19,465)	16,504
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,063		53,063	4,288		48,775
Total Other Long-Term Debt					\$ 288,700	164,075	129,000	(19,465)	304,310
Total Long-Term Debt					\$ 4,718,700	164,075	334,000	(19,465)	4,529,310
Business-Type Activities									
General Obligations Bonds									
General Obligation Bonds, Series 2015	9/1/2015	9/1/2025	2.1-3.0%	700,000	\$ 700,000		60,000		640,000
Total General Obligation Bonds					\$ 700,000	-	60,000	-	640,000
Other Long-Term Debt									
State Revolving Fund (SRF) -									
Sewer Improvements Loan	9/1/2012	5/1/2032	1.75%	2,750,000	\$ 2,406,606	-	125,468		2,281,138
State Revolving Fund (SRF) -									
Water Pollution Loan	5/1/2014	2/1/2034	1.75%	677,082	569,423	-	26,437		542,986
State Revolving Fund (SRF) -									
Water Pollution Loan	9/21/2016	6/1/2036	1.75%	708,425		708,425			708,425
Caterpillar CB24B Asphalt Compactor Double Drum Roller	10/13/2014	10/13/2019	2.70%	21,841			2,883	19,465	16,582
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,062		53,062	4,287		48,775
Total Other Long-Term Debt					\$ 2,976,029	761,487	159,075	19,465	3,597,906
Total Long-Term Debt					\$ 3,676,029	761,487	219,075	19,465	4,237,906

City of Byram, Mississippi
Schedule of Expenditure of Federal Awards
For the Year Ended September 30, 2015

Schedule D-3

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Housing and Urban Development</u>		
Passed-through the Mississippi Development Authority		
Community Development Block Grant - State Program	14.228	494,192
Total Passed-through the Mississippi Development Authority		494,192
Total U.S. Department of Housing and Urban Development		494,192
<u>U.S. Department of Justice</u>		
Passed-through the Mississippi Department of Public Safety		
Public Safety Partnership and Community Policing Grant	16.710	21,600
Total Passed-through the Mississippi Department of Public Safety		21,600
Total U.S. Department of Justice		21,600
<u>U.S. Department of Transportation</u>		
Passed-through the Mississippi Department of Transportation		
Highway Planning and Construction	20.205	\$ 250,320
Total Passed-through the Mississippi Department of Transportation		250,320
Total U.S. Department of Transportation		250,320
<u>U.S. Environmental Protection Agency</u>		
Passed-through the Mississippi Department of Environmental Quality		
ARRA - Capitalization Grants for Clean Water State Revolving Funds, Recovery Act	66.458	248,131
Total Passed-through the Mississippi Department of Environmental Quality		248,131
Total U.S. Environmental Protection Agency		248,131
<u>Executive Office of the President</u>		
Passed-through the Mississippi Department of Public Safety		
High Intensity Drug Trafficking Areas Program	95.001	9,839
Total Executive Office of the President		9,839
 Total Expenditures of Federal Awards		 \$ 1,024,082

The notes to other information is an integral part of this schedule.

City of Byram, Mississippi
Notes to Other Information
For the Year Ended September 30, 2016

(1) Schedule of Expenditures of Federal Awards

- a. The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City and is presented on the same basis of accounting and the same significant accounting policies, as applicable, as those used for the financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, Cost Principles for State, Local and Indian Tribal Governments, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Because the schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.
- b. The pass-through entities did not assign identifying numbers to the City.
- c. The City did not elect to use the 10% de minimis indirect cost rate.

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III

STATISTICAL SECTION

This part of the City of Byram's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Financial Trends

These schedules contain financial trends information intended to assist the reader in understanding and assessing how a government's financial position has changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its own-source revenues-property and sales taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

III

STATISTICAL SECTION

This part of the City of Byram's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

Financial Trends

Table 1	General Governmental Expenditures by Function
Table 2	General Revenues by Source
Table 3	Fund Balance and Net Position Information
Table 4	Schedule of Changes in Net Position
Table 5	Schedule of Changes in Fund Balance

Revenue Capacity

Table 6	Property Tax Levies and Collections
Table 7	Assessed and Actual Value of Property

Debt Capacity

Table 8	Property Tax Rates Direct and Overlapping Governments
Table 9	Principal Taxpayers
Table 10	Computation of Direct and Overlapping Bonded Debt
Table 11	Ratios of Outstanding Debt by Type
Table 12	Legal Debt Margin Information

Demographic and Economic Information

Table 13	Ratio of Net General Obligation Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita
Table 14	Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total Governmental Expenditures
Table 15	Construction Activity
Table 16	Property Value and Construction
Table 17	Demographic and Economic Statistics
Table 18	Education Related Information
Table 19	Principal Employers
Table 20	Full-time Equivalent Government Employees by Function
Table 21	Operating Indicators by Function
Table 22	Capital Assets Indicators by Function
Table 23	Miscellaneous Statistics

City of Byram
Table 1
General Governmental Expenditures by Function
 Last Ten Fiscal Years
 (amounts expressed in thousands)

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Culture and Recreation</u>	<u>Debt Service</u>	<u>Total</u>
2009	-	-	-	-	-	-
2010	697,009	469,942	98,528	-	-	1,265,479
2011	339,846	2,920,942	480,740	18,945	-	3,760,473
2012	1,553,118	3,270,479	2,141,336	33,049	97,700	7,095,682
2013	1,271,893	3,724,737	2,416,541	25,437	525,722	7,964,330
2014	1,115,623	5,420,550	1,828,814	4,062	523,933	8,892,982
2015	1,108,285	3,775,704	1,517,235	28,667	587,817	7,017,708
2016	1,401,782	4,086,626	1,611,844	79,731	469,145	7,649,128

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City of Byram
Table 2
General Revenues by Source
Last 10 Fiscal Years
(amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses & Permits</u>	<u>Inter- Governmental Revenue</u>	<u>Charges for Services</u>	<u>Fines</u>	<u>Grants & Donations</u>	<u>Interest Earned</u>	<u>Misc.</u>	<u>Total</u>
2009	-	-	-	-	-	-	-	-	-
2010	3,800	210	144	1	-	-	19	15	4,189
2011	4,070	386	542	18	163	-	43	18	5,240
2012	4,272	385	430	16	379	61	27	19	5,589
2013	4,972	385	1,087	24	289	29	28	20	6,834
2014	4,884	444	859	17	401	25	10	33	6,674
2015	4,889	525	551	125	234	34	7	49	6,415
2016	5,514	492	757	27	196	40	5	173	7,205

City of Byram
Table 3
Fund Balance and Net Position Information
Fiscal Years Beginning with Year of Incorporation
(amounts expressed in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Funds Fund Balances								
General Fund								
Unassigned	\$0	\$2,923	\$4,123	\$4,204	\$4,711	\$4,938	\$4,474	\$4,758
Total General Fund	-	2,923	4,123	4,204	4,711	4,938	4,474	4,758
All Other Governmental Funds								
Restricted:								
Unemployment	\$0	\$1	\$14	\$35	\$54	\$74	\$100	\$53
Public Safety	-	-	-	1	1	34	54	34
Capital Projects	-	-	-	3,614	2,105	199	48	-
Debt Service	-	-	-	8	45	77	132	167
Unassigned:	-	2,923	4,123	4,204	4,711	4,938	4,474	4,758
Total All Other Governmental Funds	\$0	\$1	\$4,137	\$7,862	\$6,916	\$5,322	\$4,808	\$5,012
Government-Wide Funds Net Position								
Governmental Activities:								
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,370	\$5,634	\$9,897	\$10,014	\$9,121
Restricted	-	1	14	3,658	2,168	357	306	237
Unrestricted	-	2,923	4,093	4,231	4,697	4,792	(976)	(1,340)
Total Governmental Activities	\$0	\$8,345	\$10,181	\$10,259	\$12,499	\$15,046	\$9,344	\$8,018
Business-Type Activities:								
Net Investment in Capital Assets	\$0	\$ -	\$ -	(\$274)	(\$324)	(\$656)	(\$641)	\$1,569
Unrestricted	-	-	-	(94)	(211)	(230)	(370)	(346)
Total Business-Type Activities	\$0	\$ -	\$ -	(\$368)	(\$535)	(\$886)	(\$1,011)	\$1,223
Total Primary Government:								
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,096	\$5,310	\$9,241	\$9,373	\$10,690
Restricted	-	1	14	3,658	2,168	357	306	237
Unrestricted	-	2,923	4,093	4,137	4,486	4,562	(1,346)	(1,686)
Total Primary Government	\$0	\$8,345	\$10,181	\$9,891	\$11,964	\$14,160	\$8,333	\$9,241

*Fund Balance information with respect to these categories for years 2009-2010 is unavailable before GASB 54 implementation.

City of Byram
Table 4
Schedule of Changes in Net Position, Last Ten Fiscal Years
Fiscal Years Beginning with Year of Incorporation
(accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016
Expenses								
Governmental activities:								
General government	\$0	\$882,958	\$1,262,270	\$2,166,967	\$1,744,091	\$1,614,727	\$1,157,724	\$1,276,167
Public safety	-	144,085	1,548,243	1,255,309	495,330	1,313,027	3,906,432	3,215,882
Public services	-	125,092	521,605	2,196,081	2,479,546	1,897,671	1,910,226	1,875,852
Culture and recreation	-	-	18,945	33,049	25,437	4,062	28,667	78,275
Pension expense	-	-	-	-	-	-	799,967	1,276,214
Interest on long-term debt	-	-	-	-	42,002	83,372	636	123,732
Total governmental activities expenses	-	1,152,135	3,351,063	5,651,406	4,786,406	4,912,859	7,803,652	7,846,122
Business-type activities								
Public utility	-	-	-	592,306	607,677	589,436	715,055	1,385,298
Total business-type activities expenses	-	-	-	592,306	607,677	589,436	715,055	1,385,298
Total primary government expenses	\$0	\$1,152,135	\$3,351,063	\$6,243,712	\$5,394,083	\$5,502,295	\$8,518,707	\$9,231,420
Program Revenues								
Governmental activities:								
Charges for services:								
General government	\$0	\$210,740	\$682,135	\$1,161,125	\$882,694	\$1,053,488	\$1,059,074	\$873,915
Operating grants and contributions	-	130,678	418,823	250,887	898,923	659,590	277,491	475,668
Total governmental activities program revenues	-	341,418	1,100,958	1,412,012	1,781,617	1,713,078	1,336,565	1,349,583
Business-type activities:								
Charges for services:								
Sewer	-	-	-	32,938	576,353	573,696	848,884	1,121,606
Operating grants and contributions	-	-	-	-	-	-	-	504,877
Total business-type activities program revenues	-	-	-	32,938	576,353	573,696	848,884	1,626,483
Total primary government program revenues	\$0	\$341,418	\$1,100,958	\$1,444,950	\$2,357,970	\$2,286,774	\$2,185,449	\$2,976,066
Net (Expense)/Revenue								
Governmental activities	\$0	(\$810,717)	(\$2,250,105)	(\$4,239,394)	(\$3,004,789)	(\$3,199,781)	(\$6,467,087)	(\$6,496,539)
Business-type activities	-	-	-	(\$59,368)	(\$31,324)	(\$15,740)	133,829	241,185
Total primary government net expense	\$0	(\$810,717)	(\$2,250,105)	(\$4,798,762)	(\$3,036,113)	(\$3,215,521)	(\$6,333,258)	(\$6,255,354)
General Revenues and Other Changes in Net Position								
Governmental Activities:								
Taxes								
Property taxes	\$0	\$2,307,169	\$2,542,079	\$2,561,178	\$3,024,808	\$3,026,559	\$3,069,187	\$3,143,628
Sales taxes	-	1,493,274	1,527,692	1,711,344	1,946,916	1,857,650	1,820,194	2,370,509
Road and bridge privilege taxes	-	-	-	-	-	-	117,550	142,547
Other taxes	-	14,969	20,883	30,042	23,792	31,431	6,385	6,385
Grants and contributions	-	-	-	614	-	-	-	-
Unrestricted investment income	-	19,482	43,350	27,432	28,297	10,101	6,624	5,267
Miscellaneous	-	13,667	5,977	57,632	29,253	61,966	72,070	289,702
Transfers	-	-	-	20,854	183,335	332,173	31,402	-
Total governmental activities	\$0	\$3,848,561	\$4,139,981	\$4,409,096	\$5,236,401	\$5,319,880	\$5,123,412	\$5,958,038
Business-type activities:								
Unrestricted investment income	-	-	-	34	117	62	45	57
Miscellaneous	-	-	-	212,088	-	-	-	-
Transfers	-	-	-	(20,854)	(183,335)	(332,173)	(31,402)	-
Total business-type activities	-	-	-	191,268	(183,218)	(332,111)	(31,357)	57
Total primary government	\$0	\$3,848,561	\$4,139,981	\$4,600,364	\$5,053,183	\$4,987,769	\$5,092,055	\$5,958,095
Change in Net Position								
Governmental activities	\$0	\$3,037,844	\$1,889,876	\$169,702	\$2,231,612	2,120,099	(1,343,675)	(538,501)
Business-type activities	-	-	-	(368,100)	(214,542)	(347,851)	102,472	241,242
Total primary government	\$0	\$3,037,844	\$1,889,876	(\$198,398)	\$2,017,070	\$1,772,248	(\$1,241,203)	(\$297,259)

City of Byram
Table 5
Schedule of Changes in Fund Balance
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016
Revenues								
Sales Taxes	\$0	\$1,493,274	\$1,527,692	\$1,711,344	\$1,946,916	\$1,857,650	\$1,820,194	\$2,370,509
Property Taxes	-	2,307,169	2,542,079	2,561,178	3,024,808	3,026,559	3,069,187	3,143,628
Licenses, fees, and permits	-	210,340	386,048	385,075	385,417	444,271	525,063	491,565
Fines and forfeitures	-	-	163,268	378,722	288,986	401,394	234,269	195,854
Chages for services	-	400	17,737	16,230	23,739	16,625	125,240	27,395
Grants and donations	-	-	-	60,687	28,767	25,137	34,114	40,241
Investment income	-	19,482	43,350	27,432	28,297	10,101	6,624	5,267
Intergovernmental programs	-	144,384	542,253	429,718	1,086,701	859,094	551,307	757,020
Other revenue	-	14,930	18,409	19,048	20,561	32,933	48,548	173,234
Total Revenues	0	4,189,979	5,240,836	5,589,434	6,834,192	6,673,764	6,414,546	7,204,713
Expenditures								
General government	-	697,009	993,846	1,553,118	1,271,893	1,115,623	1,108,285	1,401,782
Public safety	-	469,942	2,920,942	3,270,479	3,724,737	5,420,550	3,775,704	4,086,626
Public services	-	98,528	480,740	2,141,366	2,416,541	1,828,814	1,517,235	1,611,844
Culture and recreation	-	-	18,945	33,049	25,437	4,062	28,667	79,731
Debt service:	-	-	-	-	-	-	-	-
Principal	-	-	-	-	355,836	372,132	438,703	334,000
Interest	-	-	-	-	169,386	151,801	148,614	134,645
Other	-	-	-	97,700	500	-	500	500
Total Expenditures	0	1,265,479	4,414,473	7,095,712	7,964,330	8,892,982	7,017,708	7,649,128
Excess of revenues over/ (under) expenditures	0	2,924,500	826,363	(1,506,278)	(1,130,138)	(2,219,218)	(603,162)	(444,415)
Other Financing Sources (Uses)								
Issuance of bonds/ loan proceeds	-	-	-	5,000,000	-	-	-	-
Inception of leases	-	-	385,689	189,367	-	266,633	43,682	164,075
Insurance proceeds	-	-	-	21,453	-	27,021	14,300	17,302
Transfers from other funds	-	-	-	1,310,854	183,335	332,173	31,402	202,830
Transfers to other funds	-	-	-	(1,290,000)	-	-	-	(202,830)
Other	-	-	-	-	491	-	(271)	85,606
Total other financing sources (uses)	0	0	385,689	5,231,674	183,826	625,827	89,113	266,983
Net change in fund balances	\$0	\$2,924,500	\$1,212,052	\$3,725,396	(\$946,312)	(\$1,593,391)	(\$514,049)	(\$177,432)
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	1.97%	3.83%	3.40%	2.27%	1.88%

City of Byram
Table 6
Property Tax Levies and Collections (1)
 Fiscal Years Beginning Year of Incorporation
 (amounts expressed in thousands)

Fiscal Year	Total Levy	Current Collections	% Current Collected	Delinquent Collections	Total Tax Collections	Ratio Total Collected to Levy	Outstanding Delinquent Taxes	Ratio Delinquent to Total Levy
2009	-	-	0.0%	-	-	0.0%	-	0.00%
2010	2,220,205	2,307,169	103.9%	-86,964	2,220,205	100.0%	-86,964	-3.92%
2011	2,212,509	2,542,079	114.9%	-329,570	2,212,509	100.0%	-329,570	-14.90%
2012	2,385,878	2,561,178	107.3%	-175,300	2,385,878	100.0%	-175,300	-7.35%
2013	2,766,590	3,002,925	108.5%	-236,335	2,766,590	100.0%	-236,335	-8.54%
2014	2,931,238	2,928,260	99.9%	2,978	2,931,238	100.0%	2,978	100.00%
2015	2,947,207	3,069,187	104.1%	-121,980	2,947,207	100.0%	-121,980	100.00%
2016	2,990,719	3,143,628	105.1%	-152,909	2,990,719	100.0%	-152,909	100.00%

(1) Levy is established October 1 of year in which taxes are collected.

Source: Hinds County Tax Collector office

City of Byram
Table 7
Assessed and Actual Value of Property (1)
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	REAL PROPERTY		PERSONAL PROPERTY		UTILITIES		VEHICLES		TOTALS		% Assessed Increase (Decrease)
	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	
2009	-	-	-	-	-	-	-	-	-	-	0.0%
2010	60,107,586	439,382,939	3,928,445	26,189,633	-	-	11,200,000	37,333,333	75,236,031	502,905,905	100.0%
2011	61,203,466	447,393,757	4,339,798	28,931,987	4,200,000	28,000,000	9,239,736	30,799,120	78,983,000	535,124,864	5.0%
2012	62,098,521	453,936,557	4,156,928	27,712,853	3,829,528	25,530,187	14,638,321	48,794,403	84,723,298	555,974,000	7.3%
2013	64,548,959	471,849,115	4,432,446	29,549,640	3,059,072	20,393,813	15,115,135	50,383,783	87,155,612	572,176,352	2.9%
2014	64,594,995	472,185,636	4,030,458	26,869,720	3,236,965	21,579,767	15,851,935	52,839,783	87,714,353	573,474,906	0.6%
2015	64,950,109	474,781,499	4,170,944	27,806,293	3,319,024	22,126,827	15,752,112	52,507,040	88,192,189	577,221,659	0.5%
2016	65,508,397	478,862,551	3,998,075	26,653,833	3,405,756	22,705,040	16,582,036	55,273,453	89,494,264	583,494,878	1.5%

(1) Assessment rates are as follows:

Real Property - Assessed at 10% of actual value for homeowner-occupied, 15% for all others.

Personal Property - Assessed at 15% of actual value.

Utilities - Assessed at 15% of actual value.

Vehicles - Assessed at 30% of actual value.

Above schedule uses estimated combined assessment ratio of 13.68% for real property.

(2) The weighted average of all individual direct rates is 14.9%.

Source: Hinds County Tax Assessor

(3) Incorporation was effective in June, 2009



City of Byram
Table 8
Property Tax Rates
Direct and Overlapping Governments
 Fiscal Years Beginning Year of Incorporation

Fiscal Year	City of Byram			Hinds County			School District			Grand Total Millage
	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	
2009	0	0.00	0.00	39.91	3.245	43.15	48.13	15.11	63.24	106.39
2010	30	0.00	30.00	41.96	3.245	45.21	48.17	12.81	60.98	136.19
2011	30	0.00	30.00	41.96	3.245	45.21	49.87	11.13	61.00	136.21
2012	30	4.10	34.10	42.75	2.455	45.21	48.97	12.03	61.00	140.31
2013	30	4.10	34.10	42.92	2.280	45.20	50.18	10.82	61.00	140.30
2014	30	4.10	34.10	42.43	1.750	44.18	50.12	10.88	61.00	139.28
2015	30	4.10	34.10	42.25	1.930	44.18	50.65	14.36	65.00	143.28
2016	30.2	3.90	34.10	42.20	1.930	44.13	54.31	12.74	67.05	145.28

Source: City of Byram

Table 9
Principal Taxpayers
 Current and Seven Years Ago
 (amounts expressed in thousands)

Taxpayer	2016				2009			
	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation
Spring Lake LLC	Apartment	\$ 1,855,322	1	21.59%				
Reserve of Byram II LLC	Apartment	1,508,587	2	17.56%				
Hinds Bradford Place United LLC	Apartment	1,406,433	3	16.37%				
Reserve of Byram LLC	Apartment	1,105,871	4	12.87%				
Kroger Limited Partnership	Grocery Store	818,725	5	9.53%				
M&H Drugs Inc	Shopping Center	417,782	6	4.86%				
Byram Development Co. Inc	Office Space	401,976	7	4.68%				
Courthouse Inc	Fitness	373,676	8	4.35%				
OMSIV INC	Hotel	363,014	9	4.22%				
Willow Creek Retirement LLC	Nursing Home	341,496	10	3.97%				
Spring Lake LLC					Apartment	2,038,523	1	24.71%
Hinds Bradford Place United LLC					Apartment	1,553,012	2	18.82%
Reserve of Byram II LLC					Apartment	1,466,239	3	17.77%
Reserve of Byram LLC					Apartment	1,097,745	4	13.31%
Kroger Limited Partnership					Grocery Store	477,253	5	5.79%
M&H Drugs Inc					Shopping Center	429,822	6	5.21%
Courthouse Inc					Fitness	350,204	7	4.25%
Willow Creek Retirement LLC					Nursing Home	330,338	8	4.00%
OMSIV INC					Hotel	254,136	9	3.08%
Byram Development Co. Inc					Office Space	252,485	10	3.06%
Total taxable assessed value of 10 largest taxpayers		\$ 8,592,882		12.36%		\$ 8,249,757		12.88%
Total taxable assessed value of other taxpayers		\$ 60,913,590		87.64%		55,566,301		86.77%
Total taxable assessed value of all taxpayers		<u>\$ 69,506,472</u>		100.00%		<u>\$66,056,051</u>		100.00%

Source: Hinds County Tax Assessor's Office

City of Byram
Table 10
Computation of Direct and Overlapping Bonded Debt
General Obligation Bonds (1)
Current and Seven Years Ago
(amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Jurisdiction</u>	(2) <u>Net General Obligation Bonded Debt Outstanding</u>	(3) <u>Percentage Applicable to Byram</u>	<u>Amount Applicable to Byram</u>
Direct:				
2016	City of Byram	\$4,235,000	100.00%	\$4,235,000
Overlapping:				
2016	Hinds County	42,615,000	3.72%	1,585,278
2016	Hinds County Schools	15,330,000	19.41%	2,975,553
Total Overlapping		<u>57,945,000</u>		<u>4,560,831</u>
Total Direct & Overlapping		<u>\$62,180,000</u>		<u>\$8,795,831</u>
Direct:				
2009	City of Byram	\$0	100.00%	\$0
Overlapping:				
2009	Hinds County	46,745,000	3.72%	1,738,914
2009	Hinds County Schools	29,753,000	19.41%	5,775,057
Total Overlapping		<u>76,498,000</u>		<u>7,513,971</u>
Total Direct & Overlapping		<u>\$76,498,000</u>		<u>\$7,513,971</u>

(1) Excludes general obligation bonds reported in the enterprise funds.

(2) Total bonded G.O. debt less amount in debt service funds for retirement of bonds.

(3) The percentage used is based on population.

Source: Hinds County School District, Hinds County

City of Byram
Table 11
Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Fiscal Year	Governmental Activities		Business-type Activities			Total Primary Government	Percentage of Personal Income (a)	Per Capita
	General Obligation Bonds	Other Debt	General Obligation Bonds	State Revolving Fund Loan	Other			
2009	-	-	-	-	-	-	0.00%	-
2010	-	6,450	-	-	-	6,450	0.00%	1
2011	-	415,073	-	-	-	415,073	0.15%	36
2012	5,000,000	575,056	-	2,750,000	-	8,325,056	2.82%	710
2013	4,815,000	673,637	-	2,651,055	-	8,139,692	3.01%	694
2014	4,625,000	440,477	-	3,125,301	-	8,190,778	3.10%	706
2015	4,430,000	269,056	700,000	2,976,028	19,705	8,394,789	2.88%	726
2016	4,225,000	304,310	640,000	3,532,549	65,357	8,767,216	3.14%	762

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(a) See Table 17 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

City of Byram
Table 12
Legal Debt Margin Information
 Last Ten Fiscal Years
 (amounts expressed in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016
Assessed Value of Property	\$ -	\$75,236,031	\$78,983,000	\$84,723,298	\$87,155,612	\$87,714,353	\$88,192,189	\$89,494,264
Debt Limit, 15% of Assessed Valuation	-	11,285,405	11,847,450	12,708,495	13,073,342	13,157,153	13,228,828	13,424,140
Amount of Debt Applicable to Limit:								
General Long-Term Debt	-	-	-	5,000,000	4,815,000	4,625,000	4,430,000	4,235,000
G.O. Public Utility Bonds	-	-	-	-	-	-	700,000	640,000
Total Bonded Debt (a)	0	0	0	5,000,000	4,815,000	4,625,000	5,130,000	4,875,000
Less:								
Special Assessment Bonds	-	-	-	-	-	0	0	0
G. O. Public Utility Bonds	-	-	-	-	-	-	700,000	640,000
Total Excluded (b)	0	0	0	0	0	0	700,000	640,000
Total Net Debt Applicable to Limit (a)-(b)	0	0	0	5,000,000	4,815,000	4,625,000	4,430,000	4,235,000
Legal Debt Margin	\$0	\$11,285,405	\$11,847,450	\$7,708,495	\$8,258,342	\$8,532,153	\$8,798,828	\$9,189,140
Total Net Debt Applicable to the Limit as a percentage of debt limit	0.00%	0.00%	0.00%	39.34%	36.83%	35.15%	33.49%	31.55%

City of Byram
Table 13
Ratio of Net General Obligation Debt to Assessed Value and
Net General Obligation Bonded Debt Per Capita
 Last Five Fiscal Years
 (amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Estimated Population (1)</u>	<u>Assessed Valuation (2)</u>	<u>Gross Bonded Debt (3)</u>	<u>Less Debt Service Fund</u>	<u>Net Bonded Debt</u>	<u>Net Bonded Debt Per Capita (4)</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>
2009	-	-	-	-	-	-	0.00%
2010	11.5	75,236,031	-	-	-	-	0.00%
2011	11.6	78,983,000	-	-	5,000,000	-	6.33%
2012	11.7	84,723,298	5,000,000	-	5,000,000	426,585	5.90%
2013	11.7	87,155,612	4,815,000	44,972	4,770,028	406,964	5.47%
2014	11.6	87,714,353	4,625,000	77,232	4,547,768	391,948	5.18%
2015	11.6	88,192,189	5,130,000	131,802	4,998,198	432,520	5.67%
2016	11.5	89,494,264	4,865,000	89,780	4,775,220	414,912	5.67%

(1) Bureau of the Census established 2000 and 2010 populations.

Interim figures are based on estimates by the Planning District and residential construction permits.

(2) From Table 7.

(3) General obligation bonds reported in the Enterprise Fund and Special Assessment debt have been excluded.

(4) Expressed in actual dollars.

City of Byram
Table 14
Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt to Total Governmental Expenditures (1)
Last Five Fiscal Years
(amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Governmental Expenditures</u>	<u>Ratio of Debt Service to General Governmental Expenditures</u>
2009	-	-	-	-	0.00%
2010	-	-	-	1,265,479	0.00%
2011	-	-	-	4,414,473	0.00%
2012	-	-	-	7,095,682	0.00%
2013	185,000	142,300	327,300	7,964,330	4.11%
2014	190,000	136,010	326,010	8,892,982	3.67%
2015	195,000	129,550	324,550	7,017,708	4.62%
2016	205,000	122,920	327,920	7,649,128	4.29%

(1) Includes Special Assessment Bonds. General Obligation bonds reported in the Enterprise Fund have been excluded.

City of Byram
Table 15
Construction Activity (1)
Ten-Year Period Ending December 31, 2016
(amounts expressed in actual dollars)

Calendar Year	Non-Residential		Residential			Alterations	Total Value	% Change
	Number of Permits	Value	Number of Permits	Increase In Family Units	Value			
2009	112	\$ 680,845	21	21	\$ 1,994,000	-	\$ 2,674,845	100.0%
2010	179	10,200,046	39	39	3,967,710	4	14,167,760	429.7%
2011	207	10,013,349	18	18	2,552,460	2	12,565,811	-11.3%
2012	202	4,948,403	28	28	2,887,525	5	7,835,933	-37.6%
2013	198	3,501,532	37	37	4,943,798	12	8,445,342	7.8%
2014	203	4,267,830	28	28	2,697,749	7	6,965,586	-17.5%
2015	249	16,804,829	61	45	6,340,530	7	23,145,366	232.3%
2016	39	7,291,724	71	57	5,765,717	14	13,057,454	-43.6%

(1) Source: City of Byram Building Permit Section

City of Byram
Table 16
Property Value and Construction
 Last Ten Calendar Years
 (amounts expressed in thousands)

Fiscal Year	Real Property Value (2)	Non-Residential Construction (1)		Residential Construction (1)		Additions/ Alterations (1)	
		Number of Units	Value	Number of Units	Value	Number of Units	Value
2009	-	112	681	21	1,994	-	2,675
2010	439,382,939	179	10,200	39	3,968	4	14,168
2011	447,393,757	207	10,013	18	2,552	2	12,566
2012	453,936,557	202	4,948	28	2,888	5	7,836
2013	471,849,115	198	3,502	37	4,944	12	8,445
2014	472,185,636	203	4,268	28	2,698	7	6,966
2015	474,781,499	249	16,805	45	6,341	7	23,145
2016	478,862,551	39	7,292	57	5,766	14	13,057

(1) From Table 16

(2) Total estimated actual value from Table 7

Source: City of Byram

City of Byram
Table 17
Demographic and Economic Statistics
 Last Eight Calendar Years

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Median Age</u>		<u>County School Enrollment</u>	<u>Unemployment Rate</u>
2009	11,373	20,689	235,295,997	32.4	1	6,288	8.4%
2010	11,489	21,616	248,346,224	32.4	1	6,404	9.4%
2011	11,605	24,267	281,618,535	32.4	1	6,574	9.6%
2012	11,721	25,201	295,380,921	32.4	1	6,706	8.4%
2013	11,721	23,106	270,825,426	32.4	1	5,820	6.9%
2014	11,603	22,777	264,281,531	32.4	1	6,255	6.2%
2015	11,556	25,217	291,407,652	32.4	1	6,059	6.4%
2016	11,509	24,231	278,874,579	32.4	1	6,382	5.5%

Source: U. S. Census Bureau
 U.S. Census Bureau
 Economic and Community Development Section
 U. S. Labor Bureau Statistics
 Hinds County School District

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City of Byram
Table 18
Education Related Information
 Last 8 Fiscal Years

<u>Fiscal Year</u>	<u>Elementary Schools</u>	<u>Middle Schools</u>	<u>High Schools</u>	<u>Vocational Schools</u>	<u>Junior College</u>	<u>Total County Enrollment</u>
2009	2	1	-	-	-	6,288
2010	2	1	-	-	-	6,404
2011	2	1	-	-	-	6,574
2012	2	1	-	-	-	6,706
2013	2	1	-	-	-	5,820
2014	2	1	-	-	-	6,255
2015	2	1	-	-	-	6,059
2016	2	1	-	-	-	6,382

Source: City of Byram

City of Byram
Table 19
Principal Employers
Current and Seven Years Ago

<u>Employer</u>	2016			2009		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
Wal-mart	285	1	42.41%	0	0	0.00%
Kroger	128	2	19.05%	122	1	32.19%
Gary Road Elementary	85	4	12.65%	91	2	24.01%
Byram Middle School	80	5	11.90%	80	4	21.11%
Willow Creek Nursing Home	94	3	13.99%	86	3	22.69%
Total	<u>672</u>		<u>100%</u>	<u>379</u>		<u>100%</u>

Source: City of Byram, Individual companies

City of Byram
Table 20
Full-time Equivalent Government Employees By Function
 Last Eight Calendar Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016
General government	-	2	6	7	7	7	8	9
Public safety (1)	-	6	40	41	44	51	53	61
Public services	-	4	7	13	15	13	13	14
Culture and recreation	-	-	-	-	-	-	-	-
Total	<u>0</u>	<u>12</u>	<u>53</u>	<u>61</u>	<u>66</u>	<u>71</u>	<u>74</u>	<u>84</u>

Source: City of Byram

Notes:

(1) Includes Fire, Police, and Inspector

City of Byram
Table 21
Operating Indicators by Function
 Last Five Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016
General government								
Building permits issued	-	242	188	227	247	250	301	490
Building inspections conducted	-	465	338	308	507	551	465	846
Public safety								
Police								
Arrests	-	-	198	436	409	291	320	490
Traffic violations	-	-	2,532	3,250	4,152	3,586	2,994	5,040
Parking violations	-	-	10	83	41	13	17	17
Fire								
Number of emergency calls answered	-	-	-	960	1,050	1,111	925	1,076
Number of inspections conducted	-	-	-	200	137	181	231	211
Fire insurance rating	-	7	7	7	7	7	7	7
Public services								
Centerline miles of road maintained:								
City	-	-	189	189	192	192	192	192
Street resurfacing (miles)	-	-	-	-	-	2.5	3.5	10.5
Potholes repaired	-	-	1200	1,800	2,400	2,055	3,500	738
Sanitation								
Water	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Service connections	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Water main breaks	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Average daily consumption (thousands of gallons)								
Number of fire hydrants								
Sewer								
Average daily sewage treatment (thousands of gallons)	-	-	-	315,000	320,000	320,000	320,000	320,000
Culture and recreation								
Library								
Volumes in collection	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total volumes borrowed	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Parks								
Athletic field permits issued	N/A	N/A	N/A	N/A	N/A	N/A	N/A	8

Source: City of Byram

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City of Byram
Table 22
Capital Assets Indicators by Function
Last Eight Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016
Public safety								
Police								
Number of stations	-	-	1	1	1	1	1	1
Zone offices	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Patrol units	-	2	24	26	26	29	30	32
Fire								
Number of stations	-	-	-	-	-	1	1	1
Public services								
Street miles			189	189	193	193	193	193
Street Lights	-	-	-	-	-	-	-	227
Traffic Signals	4	4	6	6	6	6	6	7
Sanitation								
Water								
Water mains (miles)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Storage capacity (thousands of gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Sewer								
Sanitary sewers (miles)	-	-	-	28.85	36.67	36.67	40.5	40.5
Storm sewers (miles)	-	-	-	3	6.3	6.3	6.3	6.3
Treatment capacity (thousands of gallons)	-	-	-	191,625,000	191,625,000	191,625,000	191,625,000	191,625,000
Refuse collection								
Collection trucks	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Culture and recreation								
Number of Parks	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Park Acreage	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Golf Courses	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Community Centers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Recreational Trail Miles	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes: No capital assets indicators are available for the General Government function.

Source: City of Byram

City of Byram
Table 23
Miscellaneous Statistics

Date of Incorporation	6/16/2009	Other:	
Form of Government	Mayor/Aldermen	Average selling price of homes	\$132,400
Population (Estimated Census)	11,509	Median income-- household	\$55,891
Area in square miles	18.36	Major highways	1
Number of employees (excluding police and fire)	23	Nearest railroads:	Canadian National
Police Protection:			Illinois Central
Number of sworn officers	33	Nearest commercial airport:	Jackson- Medgar Wiley Evers
Number of residents per sworn officer	349		Runway length 8,500 feet
Education:			International Airport
Percentage of Population (> 25 yrs.) with		Nearest general airport	Hawkins Field Airport
High school diploma	93.60%		Runway length 5,387 feet
Bachelor's degree	29.1%	Nearest full-service port	Port of Vicksburg, 60 miles
		Name of waterway	Mississippi River

Source:

City of Byram

U. S. Census Bureau <http://quickfacts.census.gov/qfd/states/28/2810140.html>

www.byram-ms.us Byram Police 2016 annual report

REPORTS ON INTERNAL CONTROL AND COMPLIANCE

FORTENBERRY & BALLARD, PC
CERTIFIED PUBLIC ACCOUNTANTS

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

Mayor and Board of Aldermen
City of Byram, Mississippi

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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Byram, Mississippi as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise City of Byram's basic financial statements, and have issued our report thereon dated April 17, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City'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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings for Questioned Costs that we consider to be a material weakness [Finding 2016-001].

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1929 SPILLWAY ROAD, SUITE B
BRANDON, MISSISSIPPI 39047
TELEPHONE 601-992-5292 FAX 601-992-2033

Compliance and Other Matters

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

City of Byram's Response to Finding

The City of Byram's response to the finding identified in our audit is described in the accompanying auditee's corrective action plan. The City of Byram's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Fortenberry & Ballard, PC

Fortenberry & Ballard, PC
April 17, 2017

Certified Public Accountants

FORTENBERRY & BALLARD, PC
CERTIFIED PUBLIC ACCOUNTANTS

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

Mayor and Board of Aldermen/Alderwomen
City of Byram, Mississippi

Report on Compliance for Each Major Federal Program

We have audited the City of Byram's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2016. City of Byram's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

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Opinion on Each Major Federal Program

In our opinion, the City of Byram, Mississippi complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended September 30, 2016.

Report on Internal Control Over Compliance

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

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

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

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

Fortenberry & Ballard, PC

Fortenberry & Ballard, PC
April 17, 2017

Certified Public Accountants

FORTENBERRY & BALLARD, PC
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
STATE LAWS AND REGULATIONS

Mayor and Board of Aldermen/Alderwomen
City of Byram, Mississippi

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Byram, Mississippi as of and for the year ended September 30, 2016, which collectively comprise the City of Byram's basic financial statements and have issued our report thereon dated April 17, 2017. 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.

As required by the state legal compliance audit program prescribed by the Office of the State Auditor, we have also performed procedures to test compliance with certain state laws and regulations. However, providing an opinion on compliance with all state laws and regulations was not an objective of our audit and, accordingly, we do not express such an opinion.

The results of procedures performed to test compliance with certain other state laws and regulations and our audit of the financial statements disclosed the following instance of noncompliance with other state laws and regulations. Our finding and recommendation and your response is as follow:

Finding #1:

Criteria:

In accordance with Section 27-105-305, Mississippi Code Annotated (1972), states that, every two (2) years thereafter the Board of Supervisors must give notice by publication to all financial institutions in its county whose accounts are insured by the Federal Deposit Insurance Corporation. All bids will be received from financial institutions at the following January meeting or some subsequent meeting.

Condition:

The City failed to give notice by publication to all financial institutions in its county as required by Section 27-105-305, Mississippi Code Annotated (1972).

Cause:

The City failed to comply with Section 27-105-305, Mississippi Code Annotated (1972) requirements.

Effect:

This caused the City to be in noncompliance with Section 27-105-305, Mississippi Code Annotated (1972).

Recommendation:

The City should advertise and obtain quotes from interested depositories and document their selection in the board minutes.

Response:

The City will comply with Section 27-105-305, Mississippi Code Annotated (1972).

The Office of the State Auditor or a public accounting firm will review, on the subsequent year's audit engagement, the finding in this report to ensure that corrective action has been taken.

The City of Byram, Mississippi's response to the finding included in this report was not audited and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the City's management and the Office of the State Auditor and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

FORTENBERRY & BALLARD, PC

Fortenberry & Ballard, PC
April 17, 2017

Certified Public Accountants

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

City of Byram, Mississippi

**Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2016**

Section I: Summary of Auditor's Results

Financial Statements:

1. Type of auditor's report issued: Unmodified
2. Internal control over financial reporting:
 - a. Material weakness(es) identified? Yes.
 - b. Significant deficiency(ies) identified? None reported.
3. Noncompliance material to financial statements noted? No.

Federal Awards:

4. Internal control over major programs:
 - a. Material weakness(es) identified? No.
 - b. Significant deficiency(ies) identified? None reported.
5. Type of auditor's report issued on compliance for major programs: Unmodified.
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No.
7. Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
14.228	Community Development Block Grant - State Program

8. Dollar threshold used to distinguish between type A and type B programs: \$750,000.
9. Auditee qualified as low-risk auditee? No.

Section II: Financial Statements Findings

The results of our tests disclosed the following finding related to the financial statements that is required to be reported by *Government Auditing Standards*.

Material Weakness

Finding 2016-001:

Criteria:

Manual reconciliation or an update of the software reconciliation process should be revised to allow for fund cash balances to be reconciled to the pooled cash balance.

Condition:

Controls are not in place to properly reconcile pooled cash to the fund cash balances.

Cause:

The software does not provide a way to reconcile the fund level cash balances to the pooled cash balance.

Effect:

Pooled cash is not properly reconciled to the fund level cash balances.

Recommendation:

The cash reconciliation process should be updated to allow for fund cash balances to be reconciled to pooled cash balances.

Response:

The City will implement policies and procedures to ensure pooled cash is reconciled to the fund cash balances.

Section III: Federal Award Findings and Questioned Costs

The results of our tests did not disclose any findings and questioned costs related to the federal awards.

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AUDITEE'S CORRECTIVE ACTION PLAN

Richard White, Mayor
Richard Cook, Alderman at Large
Jim Moser, Alderman Ward 1
Diandra Hosey, Alderman Ward 2



Theresa Marble, Alderman Ward 3
Teresa A. Mack, Alderman Ward 4
Wanda Smith, Alderman Ward 5
D.L. Ford, Alderman Ward 6

AUDITEE'S CORRECTIVE ACTION PLAN

As required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, the City of Byram, Mississippi has prepared and hereby submits the following corrective action plan for the findings included in the Schedule of Findings and Questioned Costs for the year ended September 30, 2016:

Finding
2016-001

Corrective Action Plan Details

a. Name of Contact Person Responsible for Corrective Action

Name: Angela Richburg
Title: City Clerk
Phone Number: 601-372-7746

b. Corrective Action Planned:

The Corrective Action Planned for the reconciliation process of pooled cash shall be as described. Tyler Technologies will be contacted in regards to version X creating additional entries to record the accounts payable transactions of payments from the Sewer Fund combined with the accounts payable payments from the General Fund to the Due to/from in the Pooled cash. This process will include an additional entry posting it to the General Fund Due to/from Sewer accounts. This process has been previously set up for the Payroll that is shared. The Sewer Fund currently has a posting to the Pooled Cash account only that leaves the amount not shown on the General Fund balance sheet.

c. Anticipated Completion Date: July 1, 2017



ANNUAL REPORT OF THE DEPARTMENT OF CHEMISTRY

The Department of Chemistry at the University of Chicago has been fortunate in having a most distinguished group of faculty members during the past year. The department has been particularly active in the field of physical chemistry, and has made many important contributions to the knowledge of the properties of matter. The following is a summary of the work done during the year.

The department has been particularly active in the field of physical chemistry, and has made many important contributions to the knowledge of the properties of matter. The following is a summary of the work done during the year.

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