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**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**



**CITY OF BYRAM, MISSISSIPPI**  
For the Fiscal Year Ended September 30, 2018

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, 2018**

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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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Richard White, Mayor  
Richard Cook, Alderman at Large  
Janice Moser, Alderman Ward I  
Diandra Hosey, Alderman Ward II



Charlie Campbell, Alderman Ward III  
Teresa A. Mack, Alderman Ward IV  
Wanda Smith, Alderman Ward V  
David Moore, Alderman Ward VI

March 14, 2019

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, 2018. 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.

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.

Between 2000 and 2010, the population of the City of Byram grew by nearly 5,000 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 and Edgewood Health and Rehab for the elderly.

Numerous local and national businesses make their home in Byram. 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 its 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 2021.

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 fund 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, who 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, 2018 approximately, 44.6 percent were represented in property taxes while 34.4 percent of the City's general revenues were comprised of sales taxes. City property owners pay property taxes for city, county and schools totaling \$149.10 per \$1,000 of assessed value. The assessment rate is 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 new 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 two years, the City was able to establish its initial Police Department consisting of 40



employees, a renovated building and 26 patrol units without issuing debt. Byram has maintained a minimal debt ratio while establishing its initial City Hall, Fire Station, and Public Works Department as well as providing necessary equipment to fulfill service needs.

### **Long-Term Financial Planning**

The 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 additions to revenues in the amount of \$946 thousand dollars were made as well as a reduction of \$748 thousand in expenditures. There was an increase of approximately \$240 thousand in additional ad valorem tax alone. The reduction of expenditures area was primarily due to unfilled positions in the Police Department and the delay of the Henderson Road reconstruction project transferring into fiscal year 2019. The City has not adopted a minimum fund balance policy; but, has a standard practice of maintaining a minimum reserve to provide three months of service in times of emergency.

### **Major Initiatives**

During fiscal year 2018, Byram focused community relations by expanding its Byram Soccer League initially organized in 2016, annual Christmas Parade and the Swinging Bridge Festival. It also teamed up with the area Junior Auxiliary to have an annual Trunk or Treat event and an annual Easter Egg Hunt at Davis Road Park. An E-One Pumper was purchased for the Fire Department in preparation of additional staff in fiscal year 2019. Resurfacing of Crossbridge, Davis Road, and Kerrville began and will be completed in fiscal year 2019. An additional project completed was the Crossbridge drainage restoration project.

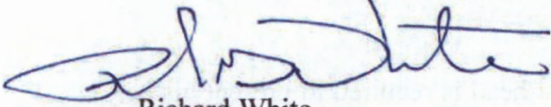
### **Awards and Acknowledgments**

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.

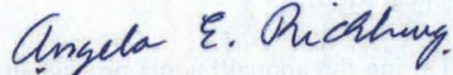
We acknowledge the thorough and professional manner in which the audit was conducted by our independent auditors, Fortenberry & Ballard, P.C., and their contribution toward the preparation of this CAFR.

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

Respectfully yours,

A handwritten signature in blue ink, appearing to read 'Richard White', with a stylized, flowing script.

Richard White  
Mayor  
City of Byram

A handwritten signature in blue ink, appearing to read 'Angela E. Richburg', with a cursive style.

Angela Richburg  
City Clerk  
City of Byram



Government Finance Officers Association

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

Presented to

**City of Byram  
Mississippi**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

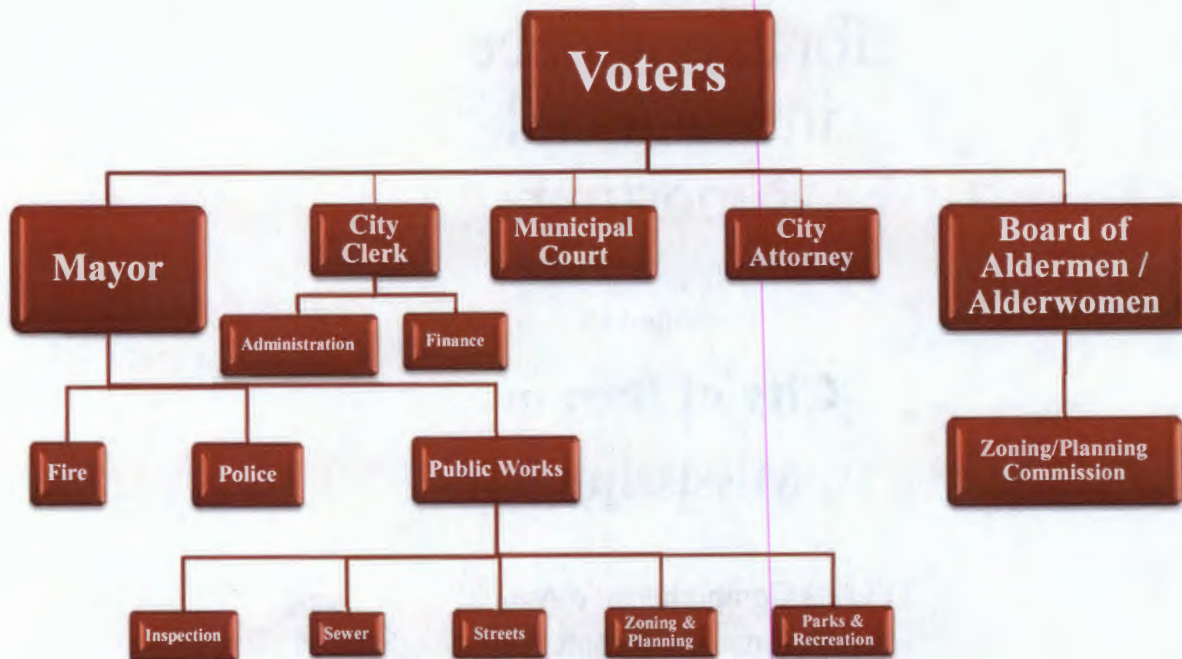
**September 30, 2017**

*Christopher P. Morill*

Executive Director/CEO



**City of Byram, Mississippi**  
**Organization Chart**  
**For the Year Ended September 30, 2018**



## **CITY OF BYRAM, MISSISSIPPI**

**Listing of City Officials  
As of September 30, 2018**

### **Elected Officials**

Mayor	Richard White
Alderman - Ward 1	Janice Moser
Alderwoman - Ward 2	Diandra A. Hosey
Alderwoman - Ward 3	Charlie Campbell
Alderwoman - Ward 4	Teresa Mack
Alderwoman - Ward 5	Wanda Smith
Alderman - Ward 6	Paul David Moore
Alderman - Mayor Pro Tempore	Richard Cook

### **Appointed Officials**

City Clerk	Angela Richburg
Public Works Director	Cohn Livingston
Chief of Police	Luke Thompson
Fire Chief	Fred Green
City Attorney	Jerry Mills
City Judges	Dale Schwindaman/Damon Stevenson
City Prosecutor	John Scanlon



**CITY OF BYRAM, MISSISSIPPI**  
Comprehensive Annual Financial Report  
For the Year Ended September 30, 2018



State of Mississippi



City of Byram in Hinds County, Mississippi

# II

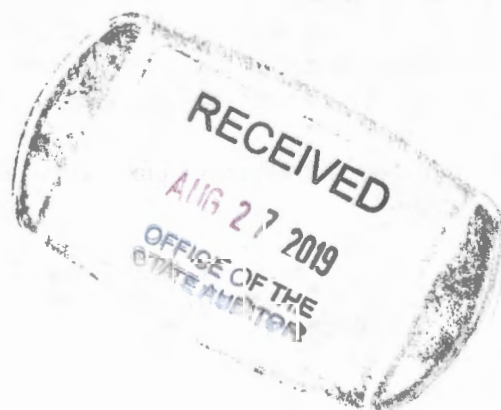
## FINANCIAL SECTION

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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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, 2018, 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, 2018, 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 87-93, 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 nonmajor fund financial statements, the budgetary schedules, the other information (Schedules D-1 to D-2), and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the budgetary schedules, and the other information (Schedules D-1 to D-2), 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 March 14, 2019, 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 solely 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  
March 14, 2019

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, 2018**

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, 2018. 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 2018 increased \$400,938, including a prior period adjustment of \$654,688, which represents a 9% increase from fiscal year 2017. Total net position for 2017 decreased \$4,837,990, including a prior period adjustment of (\$235,831), which represents a 52% decrease from fiscal year 2016.
- General revenues account for \$6,686,229, or 75% of all revenues in 2018. General revenues account for \$6,150,296, or 73% of all revenues in 2017. Program specific revenues in the form of charges for services and grants and contributions accounted for \$2,259,737 or 25% of total revenues in 2018, compared with \$2,238,146 or 27% of total revenues in 2017.
- The City had \$9,199,716 in expenses, an amount that decreased when compared with the \$12,990,601 in expenses for the prior year; \$2,259,737 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$6,686,229 for 2018 and \$6,150,296 for 2017 were not adequate to provide for these programs.
- Among the major funds, the General Fund had \$6,940,688 in revenues and \$7,741,560 in expenditures. In 2017, the General Fund had \$7,100,767 in revenues and \$7,005,592 in expenditures. The General Fund's fund balance decreased by \$419,126, including a prior period adjustment of (\$92,223), from 2017 to 2018 and increased by \$113,075, including a prior period adjustment of (\$93), from 2016 to 2017.
- The Enterprise Fund - Sewer Fund had \$1,035,675 in revenues and \$924,622 in expenses. Its net loss, after non-operating revenues and expenses were included, was \$5,397, excluding a prior period adjustment of \$29,324. Last year it showed \$876,208 in revenues and \$553,785 in expenses. Its net income, after non-operating revenues and expenses were included, was \$247,026, excluding a prior period adjustment of (\$281,977).

**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

- Capital assets, net of accumulated depreciation, increased by \$1,381,959, in the governmental activities, including the effect of a prior period adjustment of \$717,587, for 2018. The increase for 2018 was primarily due to the additions to construction in progress, infrastructure, improvements other than buildings, mobile equipment and furniture and equipment. Capital assets, net of accumulated depreciation, decreased by \$72,108, in the governmental activities, including the effect of a prior period adjustment of \$46,567, for 2017.
- Capital assets in the business-type activities, net of accumulated depreciation, increased \$4,300,320, including the effect of a prior period adjustment of \$23,559, mainly due to the additions to infrastructure. Capital assets in the business-type activities, net of accumulated depreciation, decreased \$237,913, including the effect of a prior period adjustment of (\$90,459), mainly due to the recording of depreciation expense.
- Long-term debt decreased by \$207,723, in the governmental activities from 2017 to 2018. This decrease is mainly due to the principal payments made to principal payments on long-term debt. Long-term debt increased by \$4,376,087, including the effect of a prior period adjustment of \$328, in the governmental activities from 2016 to 2017.
- Long-term debt increased by \$5,239,200, in the business-type activities from 2017 to 2018. The increase in the business-type activities was mainly due to the issuance of a sewer system revenue bond in the amount of \$5,500,000. Long-term debt decreased by \$253,825, in the business-type activities from 2016 to 2017.

**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.

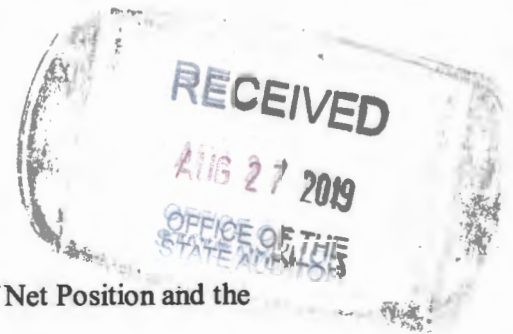
**Reporting the City of Byram as a Whole**

**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, 2018**



question, "How did we do financially during 2018?" 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 Standards 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 fund 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.

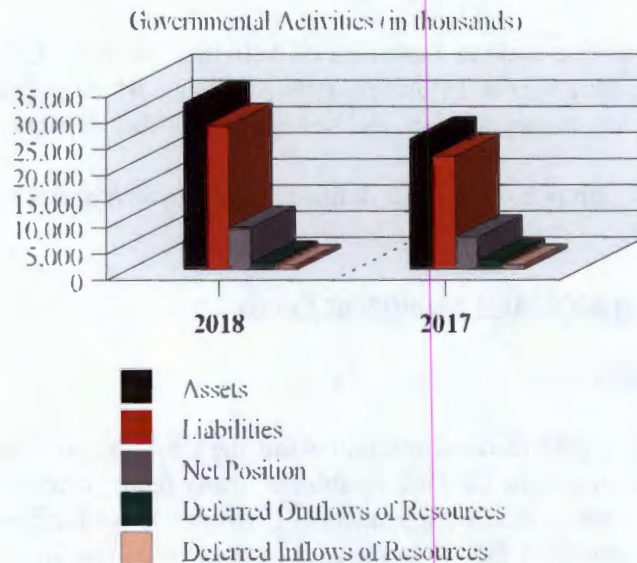
**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

**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 \$4,803,750 at September 30, 2018.

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, 2018 and September 30, 2017 in the governmental activities column.



The largest portion of the City's net position for governmental activities (\$6,249,238 or 174%) 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 \$661,309 retirement of principal of long-term debt.
- Increase in net capital assets in the amount of \$1,381,959.

**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

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, 2018</u>	<u>September 30, 2017</u>	<u>Percentage Change</u>
<b>Assets:</b>			
Current assets	\$ 5,770,088	5,854,217	(1)%
Capital assets, net	<u>14,960,548</u>	<u>13,578,589</u>	10%
Total assets	<u>20,730,636</u>	<u>19,432,806</u>	7%
 <b>Deferred Outflows of Resources</b>	 <u>1,199,631</u>	 <u>1,699,212</u>	 (29)%
 <b>Liabilities:</b>			
Current liabilities	1,186,199	913,964	30%
Long-term debt outstanding	8,180,088	8,427,533	(3)%
Net pension liability	<u>8,318,986</u>	<u>7,886,592</u>	5%
Total liabilities	<u>17,685,273</u>	<u>17,228,089</u>	3%
 <b>Deferred Inflows of Resources</b>	 <u>653,335</u>	 <u>689,281</u>	 (5)%
 <b>Net position:</b>			
Net investment in capital assets	6,249,238	4,656,483	34%
Restricted	827,544	739,161	12%
Unrestricted	<u>(3,485,123)</u>	<u>(2,180,996)</u>	(60)%
Total net position	<u>\$ 3,591,659</u>	<u>3,214,648</u>	12%



**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

**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)	\$ (3,485,123)
Less unrestricted deficit in net position resulting from recognition of the net pension liability, including the deferred outflows and deferred inflows related to pensions	7,772,690
Unrestricted net position, exclusive of the net pension liability effect	<u>\$ 4,287,567</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, 2018**

**Government-Wide Condensed Statement of Activities**  
**Governmental Activities**

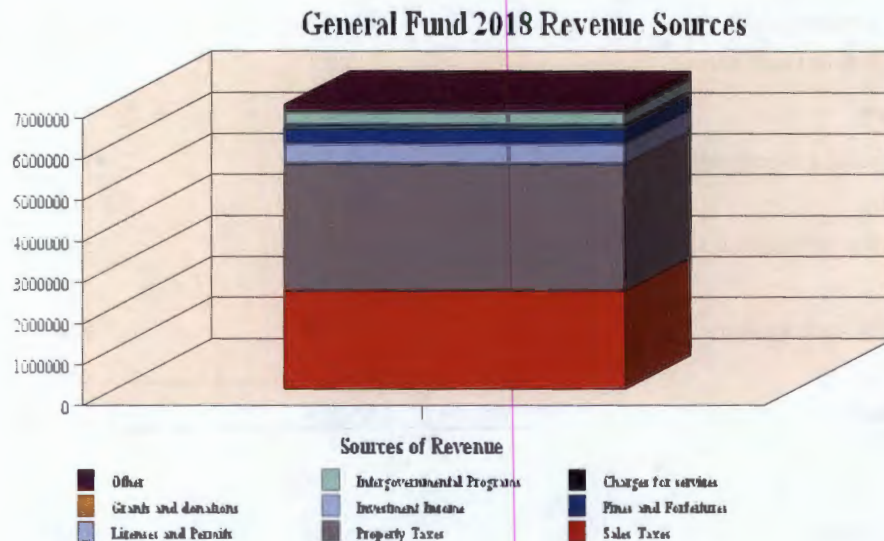
	<u>Year Ended September 30, 2018</u>	<u>Year Ended September 30, 2017</u>	<u>Percentage Change</u>
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 1,006,824	996,983	1%
Operating grants and contributions	217,238	364,955	(40)%
General revenues:			
Intergovernmental / Unrestricted	2,802,450	2,649,246	6%
Property taxes	3,590,790	3,351,094	7%
Road and bridge privilege taxes	15,669	15,816	(1)%
Other taxes	6,385	6,385	0%
Unrestricted investment income	61,179	5,562	1,000%
Miscellaneous	<u>202,329</u>	<u>122,135</u>	66%
<b>Total revenues</b>	<u>7,902,864</u>	<u>7,512,176</u>	5%
<b>Expenses:</b>			
General government	1,553,934	1,321,123	18%
Public safety	4,257,675	3,400,103	25%
Public works	1,790,615	5,630,570	(68)%
Culture and recreation	309,794	167,677	85%
Pension expense	0	1,461,677	(100)%
Interest on long-term debt	<u>239,199</u>	<u>380,211</u>	(37)%
<b>Total expenses</b>	<u>8,151,217</u>	<u>12,361,361</u>	(34)%
<b>Increase (decrease) in net position</b>	<u>(248,353)</u>	<u>(4,849,185)</u>	95%
Net Position, Beginning, as previously reported	3,214,648	8,017,687	(60)%
Prior Period Adjustment	<u>625,364</u>	<u>46,146</u>	1,255%
Net Position, Beginning, as restated	<u>3,840,012</u>	<u>8,063,833</u>	(52)%
Net Position, Ending	<u>\$ 3,591,659</u>	<u>3,214,648</u>	12%



**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

**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 34% of General Fund revenues in fiscal year 2018. Sales tax collections in fiscal year 2018 were \$2,384,737, a 10% decrease over the \$2,649,246 collected in 2017. Total General Fund operating revenues were \$6,940,688, a decrease of \$160,079 over the prior year.

Assessed valuation within the City was \$95,617,065 for fiscal year 2018 and \$92,962,731 for fiscal year 2017. It is expected that the City will continue to attract residents and business alike. Assessed valuation within the city increased by \$2,654,334, or 3% from fiscal year 2017.

**Expenditures**

General Fund operating expenditures were \$7,741,560, an increase of \$735,968 when compared to the prior year. The following schedule presents the General Fund revenues and expenditures for the year ended September 30, 2018, and the amount and percentage of change from 2017.

**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

**GENERAL FUND (GAAP BASIS)**  
**(in thousands)**

	2018 Amount	2017 Amount	Dollar Increase (Decrease) from 2017	Percent Increase (Decrease) from 2017
<b>Revenues:</b>				
Sales tax	\$ 2,385	\$ 2,649	\$ (264)	(10.0)%
Property tax	3,098	2,973	125	4.2%
Licenses and permits	508	485	23	4.7%
Fines and forfeitures	361	351	10	2.8%
Investment income	51	5	46	920.0%
Grants and donations	3	0	3	100.0%
Charges for services	31	54	(23)	(42.6)%
Intergovernmental revenues	328	461	(133)	(28.9)%
Other	176	122	54	44.3%
<b>Total revenues</b>	<b>\$ 6,941</b>	<b>\$ 7,100</b>	<b>\$ (159)</b>	<b>(2.2)%</b>
<b>Expenditures:</b>				
General government	\$ 1,374	\$ 1,369	\$ 5	0.4%
Public safety	4,708	3,982	726	18.2%
Public services	1,328	1,372	(44)	(3.2)%
Culture and recreation	223	175	48	27.4%
<b>Debt service:</b>				
Principal	101	98	3	3.1%
Interest	7	10	(3)	(30.0)%
<b>Total expenditures</b>	<b>\$ 7,741</b>	<b>\$ 7,006</b>	<b>\$ 735</b>	<b>10.5%</b>

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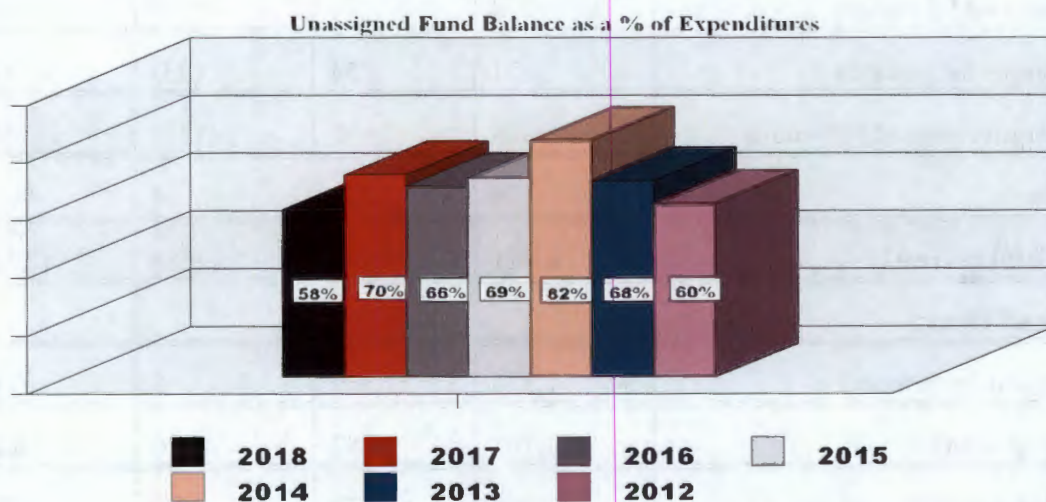
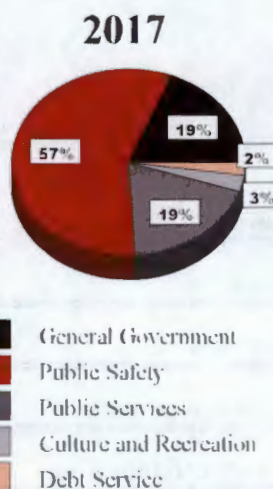
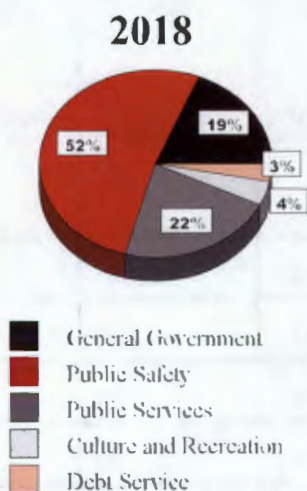
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**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

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, 2018 ending unassigned fund balance is \$4,451,777 which is 58% of the general fund operating expenditures.

**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

**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 \$5,318,902, a decrease of \$320,631, including a prior period adjustment of (\$92,223). \$4,451,777 or 84% 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 \$867,125 or 16% 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 an increase of \$98,495 mainly due to the increase in ad valorem tax collection of approximately \$63,983 in the 2012 GO Bond & Interest Fund and \$23,134 in the Byram Town Center Tax Incremental Financing Bond and Interest Fund as well as an increase of combined interest income in the funds amounting to \$11,378.

**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:



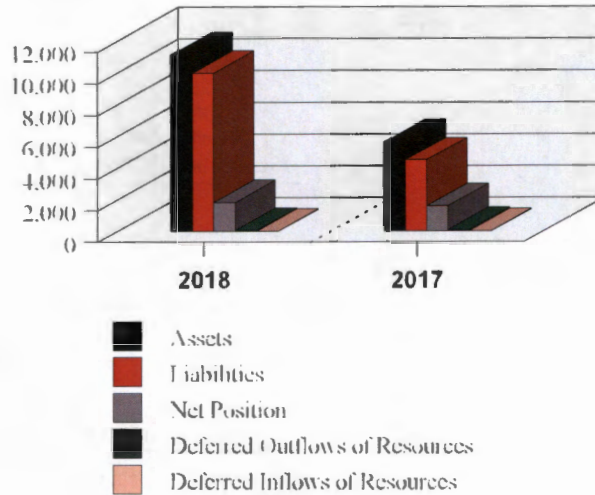
**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

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

	<u>September 30, 2018</u>	<u>September 30, 2017</u>	<u>Percentage Change</u>
<b>Assets:</b>			
Current assets	\$ 1,207,383	36,189	3,236%
Capital assets, net	9,869,658	5,569,338	77%
Total assets	11,077,041	5,605,527	98%
<b>Deferred outflows of resources</b>	67,854	85,739	(21)%
<b>Liabilities:</b>			
Current liabilities	723,737	359,055	102%
Long-term liabilities	8,775,992	3,725,166	136%
Net pension liability	410,330	394,849	4%
Total liabilities	9,910,059	4,479,070	121%
<b>Deferred inflows of resources</b>	22,745	24,032	-5%
<b>Net position:</b>			
Net investment in capital assets	1,818,009	1,584,726	15%
Unrestricted	(605,918)	(396,562)	53%
Total net position	\$ 1,212,091	1,188,164	2%

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, 2018**



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

- The \$262,067 retirement of principal of long-term debt.
- The issuance of a sewer system revenue bond totaling \$5,500,000.

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, 2018**

**Government-Wide Condensed Statement of Activities**  
**Business-Type Activities**

	Year Ended September 30, 2018	Year Ended September 30, 2017	Percentage Change
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 1,035,675	876,208	18%
Total program revenues	1,035,675	876,208	18%
General revenues:			
Unrestricted investment income	7,427	58	12,705%
Total general revenues	7,427	58	12,705%
<b>Total revenues</b>	<b>1,043,102</b>	<b>876,266</b>	<b>19%</b>
<b>Expenses:</b>			
Sewer	1,048,499	629,240	67%
<b>Total expenses</b>	<b>1,048,499</b>	<b>629,240</b>	<b>67%</b>
<b>Increase (decrease) in net position</b>	<b>(5,397)</b>	<b>247,026</b>	<b>(102)%</b>
Net Position (Deficit) - Beginning, as previously reported	1,188,164	1,223,115	(3)%
Prior Period Adjustment	29,324	(281,977)	110%
Net Position - Beginning, as restated	1,217,488	941,138	29%
Net Position, Ending	\$ 1,212,091	1,188,164	2%

**Sewer Fund**

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

	September 30, 2018	September 30, 2017
Operating Revenues	\$ 1,035,675	876,208
Operating Expenses	924,622	553,785
Operating Income (Loss)	\$ 111,053	322,423



**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

**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 under budgeted by \$116,376. The larger variances for areas that exceeded the budget include \$65,737 in additional sales tax, \$172,551 in additional automobile, real property taxes and road and bridge taxes, additional licenses and permits in the amount of \$18,359, additional fines and forfeitures in the amount of \$28,307 as well as \$40,999 in miscellaneous income. The reduction in Intergovernmental programs of (\$442,329) due to the timing of receiving these reimbursements was mostly offset by these additional incomes.

The expenditure variances are discussed on the actual basis with the inclusion of payroll and payable accruals. The General Government expenditures largest variances were in Contract Services. Contract Services of \$75,532 remained unobligated mostly due to unused consulting and legal services as well as insurance and advertising. Personnel had a remaining balance of \$11,664 due to unspent funds for benefits while capital outlay remained with a balance of \$12,850 due to funds unspent on office equipment and furniture. Supplies were left with a remaining balance \$4,056 mostly due to money unspent for office and other supplies. Public Safety's largest budget variance was in Personnel and Contract Services totaling \$92,330. This was caused by unused benefits in the Fire and Police Department Personnel Services and reduction in the amounts of maintenance agreements in the Police Department and training and utilities in the Fire Department Contract Services. A remaining balance of \$56,057 was mostly due to unspent uniforms, maintenance of building and vehicles, furniture and office equipment in the Police Department as well as fire hardware and turnout gear not purchased in the Fire Department. Public Services remained with unobligated money in personnel, supplies, and capital outlay. Public Services largest budget variance was in Capital Outlay in the amount of \$389,693 due to the timing of street paving projects completion. The remaining balance of \$41,026 in supplies and personnel was due to an unfilled position and street repairs and maintenance of potholes not being necessary. An excess of \$13,511 was spent due to the amount of engineering preparation done for the Henderson Road project. In Culture and Recreation, personnel service has a remaining balance of \$14,479 due Parks and Recreation having an open part time position. Additional monies in the amount of \$24,080 not obligated in Supplies, Services and Capital Outlay for Parks and Recreation was mostly due unspent funds on the activity supplies, repairs and maintenance of vehicles and building improvements. A variance of \$2,689 in the debt service area was due to principal in a street equipment lease remaining unspent. Other financing source has a remaining balance of \$1,703,031 is due to monies remaining in the transfer out budget to record the additional ending fund balance.



**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2018**

**CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS**

**Governmental Activities:**

**Capital Assets, Net of Accumulated Depreciation**

	<u>September 30, 2018</u>	<u>September 30, 2017</u>	<u>Percentage Change</u>
Land	\$ 1,029,718	1,029,718	0%
Construction in progress	115,179		N/A
Infrastructure	8,011,392	7,241,932	11%
Buildings	3,935,506	4,024,503	(2)%
Improvements other than buildings	120,438	89,532	35%
Mobile equipment	1,053,735	497,729	112%
Furniture and equipment	694,580	695,175	0%
<b>Total</b>	<b>\$ 14,960,548</b>	<b>13,578,589</b>	<b>10%</b>

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, 2018, the City of Byram had \$8,155,000 in outstanding Bonds, and \$556,310 in other Long-Term Debt. Compensated absences increased \$3,073 during the year.

**Other Long-Term Obligations Debt at Year End**

	<u>September 30, 2018</u>	<u>September 30, 2017</u>	<u>Percentage Change</u>
Bonds	\$ 8,155,000	8,715,000	(6)%
Other long-term debt	556,310	207,106	169%
Compensated absences	178,311	175,238	2%
<b>Total</b>	<b>\$ 8,889,621</b>	<b>9,097,344</b>	<b>(2)%</b>

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, 2018**

**Business-Type Activities:**

**Capital Assets, Net of Accumulated Depreciation**

	<u>September 30, 2018</u>	<u>September 30, 2017</u>	<u>Percentage Change</u>
Land	\$ 750,000	750,000	0%
Infrastructure	7,970,649	4,542,372	75%
Improvements other than buildings	98,625	118,388	(17)%
Mobile equipment	25,315	35,514	(29)%
Furniture and equipment	1,025,069	123,064	733%
<b>Total</b>	<b>\$ 9,869,658</b>	<b>5,569,338</b>	<b>77%</b>

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, 2018, the City of Byram had \$6,010,000 in outstanding Bonds, and \$3,212,545 in Other Long-Term Debt. Compensated absences increased \$1,267 during the year.

**Other Long-Term Obligations Debt at Year End**

	<u>September 30, 2018</u>	<u>September 30, 2017</u>	<u>Percentage Change</u>
Bonds	\$ 6,010,000	575,000	945%
Other long-term debt	3,212,545	3,409,612	(6)%
Compensated absences	3,748	2,481	51%
<b>Total</b>	<b>\$ 9,226,293</b>	<b>3,987,093</b>	<b>131%</b>

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](http://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, 2018**

**EXHIBIT A-1**

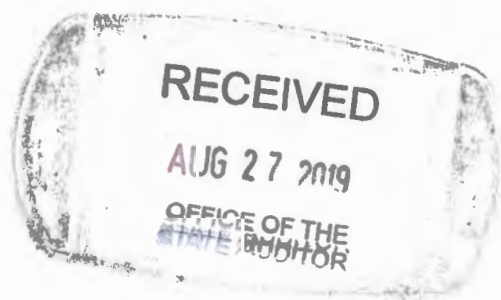
	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Current Assets:			
Pooled cash and cash equivalents	\$ 5,488,298	\$ 1,188,467	\$ 6,676,765
Accounts receivable, net	239,346	61,360	300,706
Interfund balances	42,444	(42,444)	--
Total Current Assets	5,770,088	1,207,383	6,977,471
Non-Current Assets:			
Capital assets:			
Land and construction in progress	1,144,897	750,000	1,894,897
Other capital assets, net	13,815,651	9,119,658	22,935,309
Total Non-Current Assets	14,960,548	9,869,658	24,830,206
Total Assets	20,730,636	11,077,041	31,807,677
<b>Deferred Outflows of Resources:</b>			
Deferred outflows - pensions	1,199,631	67,854	1,267,485
Total Deferred Outflows of Resources	1,199,631	67,854	1,267,485
<b>Liabilities:</b>			
Current Liabilities:			
Accounts payable	362,971	214,513	577,484
Wages and benefits payables	64,072	2,043	66,115
Other payables	24,143	--	24,143
Accrued interest payable	25,480	56,880	82,360
Long-term liabilities (due within one year):			
Bonds, notes, loans, and lease obligations, current	700,617	450,114	1,150,731
Compensated absences, current	8,916	187	9,103
Total Current Liabilities	1,186,199	723,737	1,909,936
Non-Current Liabilities:			
Long term liabilities (due in more than one year):			
Bonds, notes, loans, and lease obligations, noncurrent	8,010,693	8,772,431	16,783,124
Net pension liability	8,318,986	410,330	8,729,316
Compensated absences, noncurrent	169,395	3,561	172,956
Total Non-Current Liabilities	16,499,074	9,186,322	25,685,396
Total Liabilities	17,685,273	9,910,059	27,595,332
Deferred Inflows of Resources			
Deferred inflows - pensions	653,335	22,745	676,080
Total Deferred Inflows of Resources	653,335	22,745	676,080
<b>Net Position</b>			
Net Investment in Capital Assets	6,249,238	1,818,009	8,067,247
Restricted For:			
Unemployment benefits	52,471	--	52,471
Debt service	758,336	--	758,336
Public safety	16,737	--	16,737
Unrestricted	(3,485,123)	(605,918)	(4,091,041)
Total Net Position	\$ 3,591,659	\$ 1,212,091	\$ 4,803,750

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2018**

Functions/Programs	Expenses	Program Revenues		Governmental Activities	Business-type Activities	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions			Total
<b>Primary government:</b>						
<b>Governmental activities:</b>						
General government	\$ 1,553,934	\$ 1,006,824	\$ 217,238	\$ (329,872)		\$ (329,872)
Public safety	4,257,675	--	--	(4,257,675)		(4,257,675)
Public works	1,790,615	--	--	(1,790,615)		(1,790,615)
Culture and recreation	309,794	--	--	(309,794)		(309,794)
Interest on long-term debt	239,199	--	--	(239,199)		(239,199)
<b>Total Governmental Activities</b>	<b>8,151,217</b>	<b>1,006,824</b>	<b>217,238</b>	<b>(6,927,155)</b>		<b>(6,927,155)</b>
<b>Business-type Activities:</b>						
Sewer	1,048,499	1,035,675	--	--	\$ (12,824)	(12,824)
<b>Total Business-type Activities</b>	<b>1,048,499</b>	<b>1,035,675</b>	<b>--</b>	<b>--</b>	<b>(12,824)</b>	<b>(12,824)</b>
<b>Total Primary Government</b>	<b>\$ 9,199,716</b>	<b>\$ 2,042,499</b>	<b>\$ 217,238</b>	<b>(6,927,155)</b>	<b>(12,824)</b>	<b>(6,939,979)</b>
<b>General Revenues:</b>						
Intergovernmental / Unrestricted				2,802,450	--	2,802,450
Property taxes				3,590,790	--	3,590,790
Road and bridge privilege taxes				15,669	--	15,669
Other taxes				6,385	--	6,385
Unrestricted investment income				61,179	7,427	68,606
Miscellaneous				202,329	--	202,329
<b>Total General Revenues and Transfers</b>				<b>6,678,802</b>	<b>7,427</b>	<b>6,686,229</b>
<b>Change in Net Position</b>				<b>(248,353)</b>	<b>(5,397)</b>	<b>(253,750)</b>
Net Position - Beginning, as previously reported				3,214,648	1,188,164	4,402,812
Prior Period Adjustment				625,364	29,324	654,688
Net Position - Beginning, as restated				3,840,012	1,217,488	5,057,500
<b>Net Position - Ending</b>				<b>\$ 3,591,659</b>	<b>\$ 1,212,091</b>	<b>\$ 4,803,750</b>

The accompanying notes are an integral part of this statement.



**CITY OF BYRAM, MISSISSIPPI**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2018**

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>			
Pooled cash and cash equivalents	\$ 4,621,173	\$ 867,125	\$ 5,488,298
Receivables	239,346	--	239,346
Interfund receivables	42,444	--	42,444
Total Assets	<u>\$ 4,902,963</u>	<u>\$ 867,125</u>	<u>\$ 5,770,088</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 362,971	\$ --	\$ 362,971
Wages and benefits payable	64,072	--	64,072
Other payables	24,143	--	24,143
Total Liabilities	<u>451,186</u>	<u>--</u>	<u>451,186</u>
<b>Fund Balances:</b>			
<b>Restricted:</b>			
Unemployment benefits	--	52,471	52,471
Public safety	--	16,737	16,737
Debt services	--	783,816	783,816
<b>Assigned:</b>			
Marketing	--	14,101	14,101
<b>Unassigned</b>	4,451,777	--	4,451,777
Total Fund Balances	<u>4,451,777</u>	<u>867,125</u>	<u>5,318,902</u>
Total Liabilities and Fund Balances	<u>\$ 4,902,963</u>	<u>\$ 867,125</u>	<u>\$ 5,770,088</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, 2018**

Total fund balances fort governmental funds	\$ 5,318,902
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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.	14,960,548
Liabilities due in one year are not recognized in the funds.	(709,533)
Payables for bond principal which are not due in the current period are not reported in the funds.	(7,595,000)
Payables for bond interest which are not due in the current period are not reported in the funds.	(25,480)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(169,395)
Payables for leases which are not due and payable in the current period are not reported in the funds.	(415,693)
Recognition of the Municipality's proportionate share of the net pension liability is not reported in the funds.	(8,318,986)
Deferred Inflows of Resources related to the pension plan are not reported in the funds.	(653,335)
Deferred Outflows of Resources related to the pension plan are not reported in the funds.	<u>1,199,631</u>

Net position of governmental activities	<u>\$ 3,591,659</u>
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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, 2018**

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>			
Sales taxes	\$ 2,384,737	\$ 417,713	\$ 2,802,450
Property taxes	3,097,665	493,125	3,590,790
Licenses and permits	507,859	--	507,859
Fines and forfeitures	360,807	--	360,807
Investment income	50,955	10,224	61,179
Grants and donations	2,800	16,950	19,750
Charges for services	30,945	--	30,945
Intergovernmental programs	328,621	17,724	346,345
Other	176,299	6,440	182,739
Total Revenues	<u>6,940,688</u>	<u>962,176</u>	<u>7,902,864</u>
<b>Expenditures:</b>			
Current:			
General government	1,374,204	7,950	1,382,154
Public safety	4,708,416	--	4,708,416
Public services	1,327,832	--	1,327,832
Culture and recreation	223,102	59,240	282,342
Debt service:			
Principal	101,309	560,000	661,309
Interest	6,697	234,241	240,938
Other	--	2,250	2,250
Total Expenditures	<u>7,741,560</u>	<u>863,681</u>	<u>8,605,241</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(800,872)</u>	<u>98,495</u>	<u>(702,377)</u>
<b>Other Financing Sources (Uses):</b>			
Inception of leases	450,513	--	450,513
Insurance proceeds	23,456	--	23,456
Total Other Financing Sources (Uses)	<u>473,969</u>	<u>--</u>	<u>473,969</u>
Net Change in Fund Balances	(326,903)	98,495	(228,408)
Fund Balances - Beginning, as previously reported	4,870,903	768,630	5,639,533
Prior period adjustments	(92,223)	--	(92,223)
Fund Balances - Beginning, as restated	<u>4,778,680</u>	<u>768,630</u>	<u>5,547,310</u>
Fund Balances - Ending	<u>\$ 4,451,777</u>	<u>\$ 867,125</u>	<u>\$ 5,318,902</u>

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, 2018**

Net change in fund balances - total governmental funds	\$ (228,408)
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	1,486,246
The depreciation of capital assets used in governmental activities is not reported in the funds.	(727,338)
Trade-in or disposal of capital assets decrease net position in the SOA but not in the funds.	(94,536)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	560,000
Repayment of leases principal is an expenditure in the funds but is not an expense in the SOA.	101,309
(Increase) decrease in accrued interest from beginning of period to end of period.	3,989
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(3,073)
Inception of leases do not provide revenue in the SOA, but are reported as current resources in the funds.	(450,513)
Pension contributions made after the measurement date but in current FY were de-expended & reduced NPL.	138,648
The Municipality's share of the unrecognized deferred inflows and outflows for the pension plan was amortized.	379,471
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	(1,414,148)
Change in net position of governmental activities	\$ <u>(248,353)</u>

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**  
**STATEMENT OF NET POSITION**  
**ENTERPRISE FUNDS**  
**SEPTEMBER 30, 2018**

	Enterprise Fund Sewer Fund
<b>Assets</b>	
Current Assets:	
Cash and cash equivalents	\$ 1,188,467
Receivables (net of allowances for uncollectibles)	61,360
Total Current Assets	<u>1,249,827</u>
Non-current Assets:	
Land	750,000
Capital assets (net of accumulated depreciation)	9,119,658
Total Non-current Assets	<u>9,869,658</u>
Total Assets	<u>11,119,485</u>
<b>Deferred Outflows of Resources</b>	
Deferred outflows - pensions	67,854
Total Deferred Outflows of Resources	<u>67,854</u>
<b>Liabilities</b>	
Current Liabilities:	
Accounts payable	214,513
Wages payable	2,043
Interfund payables	42,444
Interest Payable	56,880
Bonds, loans, and lease obligations, current	450,114
Compensated absences - current	187
Total Current Liabilities	<u>766,181</u>
Non-current Liabilities:	
Notes, loans, and lease obligations, noncurrent	8,772,431
Compensated absences - non-current	3,561
Net pension liability	410,330
Total Non-current Liabilities	<u>9,186,322</u>
Total Liabilities	<u>9,952,503</u>
<b>Deferred Inflows of Resources</b>	
Deferred inflows - pensions	22,745
Total Deferred Inflows of Resources	<u>22,745</u>
<b>Net Position</b>	
Net investment in capital assets	1,818,009
Unrestricted	(605,918)
Total Net Position	<u>\$ 1,212,091</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 FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2018**

	Enterprise Fund
	Sewer Fund
<b>Operating Revenues</b>	
Charges for services	\$ 1,035,675
Total Operating Revenues	<u>1,035,675</u>
<b>Operating Expenses</b>	
Personal services - salaries and wages	130,654
Personal services - employee benefits	76,819
Purchased professional and technical services	336,336
Supplies	73,985
Depreciation	196,184
Miscellaneous	110,644
Total Operating Expenses	<u>924,622</u>
Operating Income	<u>111,053</u>
<b>Non-Operating Revenues (Expenses)</b>	
Interest revenue	7,427
Debt service interest	(123,877)
Total Non-operating Revenues (Expenses)	<u>(116,450)</u>
Net loss	<u>(5,397)</u>
Net Position - Beginning, as previously reported	1,188,164
Prior Period Adjustment	29,324
Net Position - Beginning, as restated	<u>1,217,488</u>
Net Position - Ending	<u>\$ 1,212,091</u>

The accompanying notes are an integral part of this statement.



## EXHIBIT A-9

**CITY OF BYRAM, MISSISSIPPI**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2018**

	Enterprise Fund
	Sewer Fund
<b>Cash Flows from Operating Activities:</b>	
Cash Received from Customers	\$ 1,035,675
Cash Payments to Employees for Services	(207,473)
Cash Payments to Other Suppliers for Goods and Services	(441,353)
Other Operating Cash Receipts (Payments)	(110,644)
Net Cash Provided (Used) by Operating Activities	<u>276,205</u>
<b>Cash Flows from Non-capital Financing Activities:</b>	
Due To Other Funds	<u>42,444</u>
Net Cash Provided (Used) by Non-capital Financing Activities	<u>42,444</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>	
Proceeds from Issuance of Long-term Debt	5,500,000
Principal and Interest Paid	(200,170)
Acquisition or Construction of Capital Assets	(4,472,945)
Net Cash Provided (Used) for Capital & Related Financing Activities	<u>826,885</u>
<b>Cash Flows from Investing Activities:</b>	
Interest and Dividends on Investments	<u>7,427</u>
Net Cash Provided (Used) for Investing Activities	<u>7,427</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,152,961
Cash and Cash Equivalents at Beginning of Year	6,182
Prior Period Adjustments	29,324
Cash and Cash Equivalents at End of Year	<u>\$ 1,188,467</u>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>	
Operating Income (Loss)	\$ 111,053
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
Depreciation	196,184
Change in Assets and Liabilities:	
Increase (Decrease) in Accounts Payable	(31,032)
Total Adjustments	<u>165,152</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 276,205</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, 2018**

## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **INTRODUCTION**

The accounting and reporting framework and the more significant accounting principles and policies 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, 2018.

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.

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).

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.



## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### A. FINANCIAL REPORTING ENTITY

#### COMPONENT UNITS

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the City is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the City may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. Additionally, GASB Statement No. 80, *Blending Requirements for Certain Component Units*, clarifies the display requirements in GASB Statement No. 14 by requiring these component units to be blended into the primary state and local government's financial statements in a manner similar to a department or activity of the primary government. The City also has no component units, defined by GASB Statements No. 14 and 80 as other legally separate organizations for which the elected Board of Aldermen/Alderwomen are financially accountable. There are no other primary governments with which the City has a significant relationship.

#### RELATED ORGANIZATIONS

The City of Byram did not have any related organizations for the year ended September 30, 2018.

### 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 resources 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 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, 2018**

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 fund. 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 statements in the supplemental information 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, 2018

### **2. Proprietary Fund**

Enterprise Fund is 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 and accounts for resources and expenses related to 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 fund 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, 2018**

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, 2018.

#### **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's 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, 2018

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, 2018**

*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, 2018

### 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		42,444	
Enterprise Fund:			
Sewer Fund			42,444
Total	\$	<u>42,444</u>	<u>42,444</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, 2018

### 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:

#### Restricted For:

Unemployment benefits	\$	52,471
Public Safety		16,737
Debt Services		758,336
Total	\$	<u>827,544</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 capital assets, donated works of art and similar items, and



## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

capital assets received in a service concession arrangement should be reported at acquisition 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 resources 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 fund 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 fund. Depreciation is calculated on the straight-line basis for all assets, except land. The following schedule details those thresholds.

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:	

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## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

Roads	20 years
Concrete bridges	50 years
Timber bridges	30 years
Manhold	20 years
Pump	50 years
Sewer lines	100 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 Fund. Typically the related Accrued Compensated Absences Expense has been paid from the General Fund and the Sewer Fund.

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) until then. The City has a deferred outflow which is presented as a deferred outflow for pensions.

## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

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. CHANGES IN ACCOUNTING STANDARDS**

In June 2017, the GASB issued GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expenditures. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed. The City of Byram, Mississippi did not have any Other Postemployment Benefits as of September 30, 2018.

#### **2. CASH**

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. 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 \$6,676,765 and the bank balance was \$6,921,968.

*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, 2018, none of the City's bank balance of \$6,921,968 was exposed to custodial credit risk.

## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

#### 3. RECEIVABLES

Accounts receivable at September 30, 2018, consisted of the following:

	General Fund	Enterprise Fund	Total
Utility Customers	\$	61,360	61,360
Other	239,346		239,346
Total	\$ 239,346	61,360	300,706

#### 4. PROPERTY TAXES

Property held on January 1 of any given year (or brought into the State by March 1 of the same 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, 2018, upon which the levy was based, was \$95,617,065. The taxes thus assessed are due and payable as follows:

1 <sup>st</sup> installment (50% of liability)	on or before Feb. 1
2 <sup>nd</sup> 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, 2018. Property taxes that are not considered "available" have been reported as unearned revenues in the governmental funds Balance Sheet.



# City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

## 5. CAPITAL ASSETS

	Balance 10-1-2017	Additions	Deletions	Completed Construction	Adjustments	Balance 9-30-2018
<u>Non-depreciable capital assets:</u>						
Land	\$ 1,029,718					1,029,718
Construction in progress		124,389		(28,798)	19,588	115,179
Total non-depreciable capital assets	1,029,718	124,389	0	(28,798)	19,588	1,144,897
<u>Depreciable capital assets:</u>						
Infrastructure	14,024,763	481,403		28,798	556,942	15,091,906
Buildings	4,357,547					4,357,547
Improvements other than buildings	106,514	37,132				143,646
Mobile equipment	1,675,117	819,362	274,211		30	2,220,298
Furniture and equipment	1,593,000	23,960	11,578		130,899	1,736,281
Total depreciable capital assets	21,756,941	1,361,857	285,789	28,798	687,871	23,549,678
<u>Less accumulated depreciation for:</u>						
Infrastructure	6,782,831	314,816			(17,133)	7,080,514
Buildings	333,044	88,997				422,041
Improvements other than buildings	16,982	6,226				23,208
Mobile equipment	1,177,388	170,428	181,253			1,166,563
Furniture and equipment	897,825	146,871	10,000		7,005	1,041,701
Total accumulated depreciation	9,208,070	727,338	191,253	0	(10,128)	9,734,027
Total depreciable capital assets, net	12,548,871	634,519	94,536	28,798	697,999	13,815,651
Governmental activities capital assets, net	\$ 13,578,589	758,908	94,536	0	717,587	14,960,548

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	\$ 44,195
Culture and Recreation	310,468
Public Safety	371,334
Public Works	1,341
Total depreciation expense	\$ 727,338



# City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

## 6. LONG - TERM OBLIGATIONS

### A. Changes in Long-Term Obligations

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

	Balance 10-1-2017	Additions	Reductions	Balance 9-30-2018	Amounts due within one year
<b>Bonds</b>					
Public Improvement	\$ 4,015,000		215,000	3,800,000	220,000
Tax Increment Financing Bonds	4,700,000		345,000	4,355,000	340,000
Total General Obligation Bonds	8,715,000	0	560,000	8,155,000	560,000
<b>Other Long - Term Debt</b>					
Motorola Lease Purchases	112,607		55,158	57,449	57,449
Sirens Lease Purchase	37,465		37,465	0	
Caterpillar CB24B Asphalt Compactor	13,502		3,345	10,157	3,085
Caterpillar 420F2 Backhoe Loader	43,532		5,341	38,191	5,346
Fire Truck Lease		450,513		450,513	74,737
Compensated Absences	175,238	78,575	75,502	178,311	8,916
Total Other Long-Term Debt	382,344	529,088	176,811	734,621	149,533
<b>Total Long-Term Debt</b>	<b>\$ 9,097,344</b>	<b>529,088</b>	<b>736,811</b>	<b>8,889,621</b>	<b>709,533</b>

### B. Currently Outstanding Long-Term Obligations

Other Long-term debt currently outstanding are as follows:

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2018
<b>Bonds</b>					
Public Improvement	8/1/12	8/1/32	2.4 - 3.4%	\$ 5,000,000	3,800,000
Tax Increment Financing Bonds	8/16/17	7/1/29	3.05%	4,700,000	4,355,000
Total Bonds				9,700,000	8,155,000
<b>Other Long - Term Debt</b>					
Motorola Leases	10/1/13	10/1/18	3.56%	266,633	57,449
Sirens Lease Purchase	1/4/16	4/30/18	3.99%	111,012	0
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	43,682	10,157
Caterpillar 420F2 Backhoe Loader	12/15/15	1/15/21	2.05%	53,063	38,191
Fire Truck - Lease	4/6/18	11/1/23	2.95%	450,513	450,513
Total Other Long-Term Debt				\$ 924,903	556,310
<b>Total Long-Term Debt</b>				<b>\$ 10,624,903</b>	<b>8,711,310</b>

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

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

#### Bonds

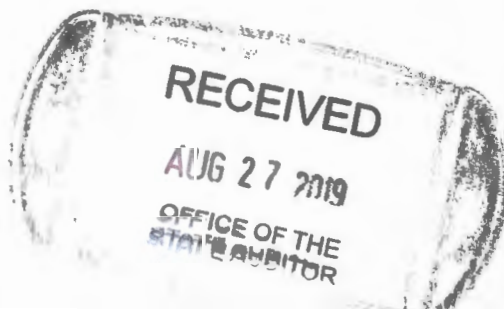
The City issues general obligation bonds and tax increment financing bonds to provide funds for City improvements. These are direct obligations and pledge the full faith and credit of the City. Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30		Principal	Interest	Total
2019	\$	560,000	234,328	794,328
2020		580,000	216,478	796,478
2021		595,000	197,982	792,982
2022		615,000	179,012	794,012
2023		630,000	159,398	789,398
2024 - 2028		3,465,000	516,095	3,981,095
2029 - 2032		1,710,000	89,990	1,799,990
Total	\$	<u>8,155,000</u>	<u>1,593,283</u>	<u>9,748,283</u>

The amount of 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, 2018, the amount of outstanding bonded debt was equal to 9% property assessments of \$95,617,065, computed as follows:

Bonded Debt:	
Bonds	\$ 8,155,000
Enterprise Fund	6,010,000
Less Excludable Debt:	
Enterprise Fund	<u>(6,010,000)</u>
Total Debt Subject to Limitation	<u>\$ 8,155,000</u>
Assessed Valuation	\$ 95,617,065
Percentage	9%

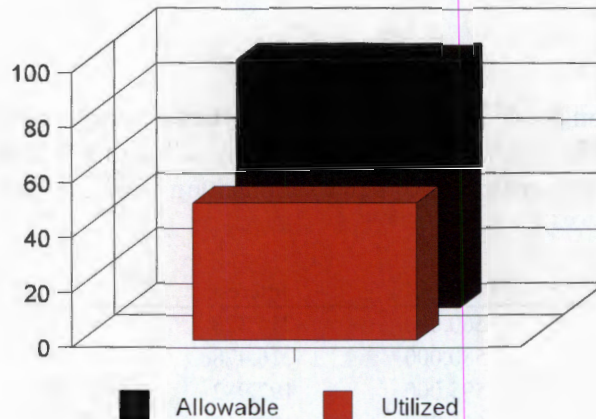
The following is a graphic representation of the bond debt capacity.



## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### 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>
2019	\$ 57,449	2,034	59,483

This debt is to be retired from the General Fund.

#### *Sirens Lease Purchase*

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>
\$21,841*	10/13/14	10/13/19



## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

<u>Year Ending September 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$	3,085	237	3,322
2020		7,072	5	7,077
Total	\$	10,157	242	10,399

\* The original issue amount totaled \$43,682 that was split between business-type and governmental funds. 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>
\$53,063	12/15/15	1/15/21

<u>Year Ending September 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$	5,346	741	6,087
2020		5,565	628	6,193
2021		27,280	184	27,464
Total	\$	38,191	1,553	39,744

This debt is to be retired from the General Fund.

#### ***Fire Truck - Lease***

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>
\$450,513	04/06/18	11/01/23



# City of Byram, Mississippi

## Notes to the Financial Statements For the Year Ended September 30, 2018

Year Ending September 30	Principal	Interest	Total
2019	\$ 74,737	7,199	81,936
2020	70,850	11,085	81,935
2021	72,940	8,995	81,935
2022	75,092	6,844	81,936
2023	77,307	4,628	81,935
2024	79,587	2,348	81,935
Total	\$ 450,513	41,099	491,612

**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, 2018:

	Balance 10-1-2017	Additions	Adjustments	Balance 9-30-2018
<u>Non-depreciable capital assets:</u>				
Land	\$ 750,000			750,000
Total non-depreciable capital assets	750,000	0	0	750,000
<u>Depreciable capital assets:</u>				
Infrastructure	\$ 5,164,834	3,867,536	(354,142)	8,678,228
Improvements other than buildings	149,765		(31,446)	118,319
Mobile equipment	75,627			75,627
Furniture and equipment	267,941	605,409	409,147	1,282,497
Total depreciable capital assets	5,658,167	4,472,945	23,559	10,154,671
<u>Less accumulated depreciation for:</u>				
Infrastructure	622,462	141,852	(56,735)	707,579
Improvements other than buildings	31,377	5,388	(17,071)	19,694
Mobile equipment	40,113	10,199		50,312
Furniture and equipment	144,877	38,745	73,806	257,428
Total accumulated depreciation	838,829	196,184	0	1,035,013
Total depreciable capital assets, net	4,819,338	4,276,761	23,559	9,119,658
Business-type activities capital assets, net	\$ 5,569,338	4,276,761	23,559	9,869,658

## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

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

#### 8. BUSINESS-TYPE ACTIVITIES - LONG-TERM DEBT

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

	Balance 10-1-2017	Additions	Reductions	Balance 9-30-2018	Amounts due within one year
<u>General Obligation Bonds</u>					
General Obligation Bond, Series 2015	\$ 575,000		65,000	510,000	65,000
Sewer System Revenue Bonds		5,500,000		5,500,000	185,000
Total General Obligation Bonds	575,000	5,500,000	65,000	6,010,000	250,000
<u>Other Long - Term Debt</u>					
State Revolving Fund (SRF) Sewer Improvements Loan	2,153,455		129,934	2,023,521	132,226
State Revolving Fund (SRF) Water Pollution Loan	516,082		27,378	488,704	27,861
State Revolving Fund (SRF) Water Pollution Loan	682,962		31,050	651,912	31,597
Caterpillar CB24B Asphalt Compactor	13,581		3,345	10,236	3,085
Caterpillar 420F2 Backhoe Loader	43,532		5,360	38,172	5,345
Compensated Absences	2,481	4,592	3,325	3,748	187
Total Other Long-Term Debt	3,412,093	4,592	200,392	3,216,293	200,301
	\$ 3,987,093	5,504,592	265,392	9,226,293	450,301

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2018
<u>Bonds</u>					
General Obligation Bond, Series 2015	9/1/15	9/1/25	2.1-3.0%	\$ 700,000	510,000
Sewer System Revenue Bonds	3/8/18	9/30/38	3.375-4.0%	5,500,000	5,500,000
Total General Obligation Bonds				\$ 6,200,000	6,010,000
<u>Other Long - Term Debt</u>					
State Revolving Fund (SRF) Sewer Improvements Loan	9/1/12	5/1/32	1.75%	2,750,000	2,023,521
State Revolving Fund (SRF) Water Pollution Loan	5/1/14	2/1/34	1.75%	677,082	488,704
State Revolving Fund (SRF) Water Pollution Loan	9/21/16	6/1/36	1.75%	708,425	651,912
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	21,841	10,236
Caterpillar 420F2 Backhoe Loader	12/15/15	01/15/21	2.05%	53,062	38,172
Total Other Long-Term Debt				\$ 4,210,410	3,212,545
Total Long-Term Debt				\$ 10,410,410	9,222,545

#### Bonds

Bonds are, as their name implies, general obligations and sewer system revenue of the City of Byram, Mississippi. These are direct obligations and pledge the full faith and credit of the City. 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, 2018

Year Ending June 30		Principal	Interest	Total
2019	\$	250,000	218,084	468,084
2020		260,000	209,254	469,254
2021		270,000	199,974	469,974
2022		280,000	190,224	470,224
2023		290,000	180,074	470,074
2024 - 2028		1,380,000	736,969	2,116,969
2029 - 2033		1,480,000	481,688	1,961,688
2034 - 2038		1,800,000	201,375	2,001,375
Total	\$	6,010,000	2,417,642	8,427,642

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%	
Year Ending				
<u>June 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$	132,226	34,354	166,580
2020		134,559	32,022	166,581
2021		136,933	29,648	166,581
2022		139,349	27,232	166,581
2023		141,807	24,774	166,581
2024 - 2028		747,452	85,452	832,904
2029 - 2032		591,195	19,602	610,797
Total	\$	2,023,521	253,084	2,276,605

This debt will be paid from the Sewer Fund.



## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### *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%
<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 27,861	8,330	36,191
2020	28,353	7,838	36,191
2021	28,853	7,338	36,191
2022	29,362	6,829	36,191
2023	29,880	6,311	36,191
2024 - 2028	157,495	23,459	180,954
2029 - 2033	171,885	9,069	180,954
2034	15,015	65	15,080
Total	\$ 488,704	69,239	557,943

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%
<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 31,597	11,156	42,753
2020	32,155	10,598	42,753
2021	32,722	10,031	42,753
2022	33,299	9,454	42,753
2023	33,887	8,867	42,754
2024 - 2028	178,614	35,152	213,766
2029 - 2033	194,934	18,831	213,765
2034 - 2036	114,704	2,866	117,570
Total	\$ 651,912	106,955	758,867

This debt will be retired from the Sewer Fund.



## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### ***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>
\$21,841*	10/13/14	10/13/19	2.70%

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 3,085	237	3,322
2020	7,151	5	7,156
Total	\$ 10,236	242	10,478

\* The original issue amount totaled \$43,682 that was split between business-type and governmental funds. 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>
2019	\$ 5,345	741	6,086
2020	5,565	628	6,193
2021	27,262	184	27,446
Total	\$ 38,172	1,553	39,725

This debt will be retired from the Sewer Fund.

## **9. DEFINED BENEFIT PENSION PLAN**

### ***General Information about the Pension Plan***

**Plan Description.** The City of Byram, Mississippi 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. Plan provisions and the Board of Trustees' authority to determine contribution rates are established by Miss. Code Ann. Section 25-11-1 et seq., (1972, as amended) and may be amended only by the State of Mississippi Legislature. PERS issues a

## **City of Byram, Mississippi**

### **Notes to the Financial Statements For the Year Ended September 30, 2018**

publicly available financial report that includes financial statements and required supplementary information. That report 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.

***Contributions.*** At September 30, 2018, PERS members were required to contribute 9% of their annual covered salary, and the City is required to contribute at an actuarially determined rate. The employer's rate at September 30, 2018 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 (employer share only) to PERS for the years ending September 30, 2018, 2017 and 2016 were \$536,668, \$508,408, and \$468,891, respectively, equal to the required contributions for each year.

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

At September 30, 2018, the City reported a liability of \$8,729,316 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018, 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

## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

participating entities, actuarially determined. The City's proportionate share used to calculate the September 30, 2018 net pension liability was 0.052482 percent, which was based on a measurement date of June 30, 2018. This was an increase of 0.002664 percent from its proportionate share used to calculate the September 30, 2017 net pension liability, which was based on a measurement date of June 30, 2017.

For the year ended September 30, 2018, the City recognized pension expense of \$1,464,775. At September 30, 2018, 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	\$ 8,336	
Net difference between projected and actual earnings on pension plan investments		157,026
Changes of assumptions		
Changes in proportion and differences between City contributions and proportionate share of contributions	1,115,537	519,054
City contributions subsequent to the measurement date	143,612	
Total	\$ 1,267,485	676,080

\$143,612 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, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending September 30:	
2019	\$ 438,009
2020	144,983
2021	(95,940)
2022	(39,259)
Total	\$ 447,793

**Actuarial assumptions.** The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.75 – 1850 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2018

Mortality rates were based on the RP-2014 Healthy Annuitant Blue Collar Table Projected with Scale BB to 2022, with males rates set forward one year.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2012 and June 30, 2016. The experience report is dated April 18, 2017.

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, 2018, 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	27.00 %	4.60 %
International Equity	18.00	4.50
Emerging Markets Equity	4.00	4.75
Global	12.00	4.75
Fixed Income	18.00	0.75
Real Estate	10.00	3.50
Private Equity	8.00	5.10
Emerging Debt	2.00	2.25
Cash	1.00	0.00
Total	<u>100.00 %</u>	

*Discount rate.* The discount rate used to measure the total pension liability was 7.75 percent. 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 to 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%, 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 lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:



## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
City's proportionate share of the net pension liability	\$ 11,494,004	\$ 8,729,316	\$ 6,431,495

*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 \$1,000,000 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 liability. However, the pool also has catastrophe reinsurance coverage for statutory limits above the pool's retention, provided by Safety National Casualty Corporation, effective from January 1, 2018, to January 1, 2019. 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.

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### 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.	\$ 717,587
2. Adjustments were made to record prior year assets and liabilities.	(92,223)
Total	\$ 625,364

#### Business-Type Activities:

1. Adjustments were made to properly present due to/from funds at year end.	\$ 5,765
2. Adjustments were made to properly present capital assets at year end.	23,559
Total	\$ 29,324

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

<u>Fund</u>	<u>Explanation</u>	<u>Amount</u>
General Fund	Adjustments were made to record prior year assets and liabilities.	\$ (92,223)

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

<u>Fund</u>	<u>Explanation</u>	<u>Amount</u>
Sewer Fund	Adjustments were made to properly present due to/from funds at year end.	\$ 5,765
Sewer Fund	Adjustments were made to properly present capital assets at year end.	23,559
Total		\$ 29,324

## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### **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, of some of these cases, however there is one identified the City believes could have a material adverse effect on the financial condition of the City. The City is taking legal action against corporation C-spire for not paying franchise fees.

### **13. EFFECT OF DEFERRED AMOUNTS IN NET POSITION**

The unrestricted net position amount of (\$4,091,041) includes the effect of deferring the recognition of expenses resulting from a deferred outflow from pensions. A portion of the deferred outflow of resources related to pension in the amount of \$143,612 resulting from the City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2019. The \$1,123,873 balance of deferred outflow of resources, at September 30, 2018, will be recognized in pension expense over the next three years.

The unrestricted net position amount of (\$4,091,041) includes the effect of deferring the recognition of revenues resulting from a deferred inflow from pensions. The \$676,080 balance of deferred inflow of resources, at September 30, 2018 will be recognized as a revenue and will increase the unrestricted net position over the next four years.

### **14. INSURANCE PROCEEDS**

The City of Byram received \$23,456 in insurance proceeds related to repairs to an air conditioner, generator, vehicle and street sign damage during the 2017 - 2018 fiscal year.

### **15. TAX ABATEMENTS**

For the year beginning October 1, 2016, the Governmental Accounting Standards Board (GASB) implemented Statement 77, Tax Abatement Disclosures. This statement requires governmental entities to disclose the reduction in tax revenues resulting from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments and the citizens of those governments.

The City of Byram, Mississippi did not have any tax abatements as of September 30, 2018.

### **16. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

As discussed in Note 1 to the financial statements, the school district adopted Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The City of Byram, Mississippi did not have any other postemployment benefits as of September 30, 2018.



## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2018

### **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 no subsequent events have occurred requiring disclosure in the notes to the financial statements.



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**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.

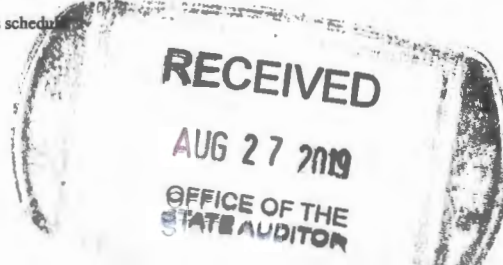
The City maintains one general fund.

City of Byram, Mississippi  
General Fund  
Budgetary Comparison Schedule  
For the Year Ended September 30, 2018

Exhibit B-1

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Sales taxes	\$ 2,279,000	2,319,000	2,384,737	65,737
Property taxes	2,864,114	2,925,114	3,097,665	172,551
Licenses and permits	469,500	489,500	507,859	18,359
Fines and forfeitures	332,500	332,500	360,807	28,307
Investment income	40,000	40,000	50,955	10,955
Grants and donations	1,000	1,000	2,800	1,800
Charges for services	24,000	24,000	30,945	6,945
Intergovernmental programs	778,150	770,950	328,621	(442,329)
Other	155,000	155,000	176,299	21,299
<b>Total Revenues</b>	<b>6,943,264</b>	<b>7,057,064</b>	<b>6,940,688</b>	<b>(116,376)</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General government:</b>				
Personnel services	781,761	749,823	738,159	11,664
Supplies	55,175	54,425	44,105	10,320
Services	608,155	599,855	524,988	74,867
Capital outlay/debt service	124,062	120,062	66,952	53,110
	<b>1,569,153</b>	<b>1,524,165</b>	<b>1,374,204</b>	<b>149,961</b>
<b>Public safety</b>				
Personnel services	3,527,638	3,287,605	3,240,903	46,702
Supplies	298,775	293,775	254,770	39,005
Services	553,325	607,325	560,796	46,529
Capital outlay/debt service	748,656	728,156	651,947	76,209
	<b>5,128,394</b>	<b>4,916,861</b>	<b>4,708,416</b>	<b>208,445</b>
<b>Public services</b>				
Personnel services	411,610	382,645	365,209	17,436
Supplies	143,400	137,900	116,997	20,903
Services	229,810	237,810	251,321	(13,511)
Capital outlay/debt service	996,577	996,577	594,305	402,272
	<b>1,781,397</b>	<b>1,754,932</b>	<b>1,327,832</b>	<b>427,100</b>
<b>Culture and recreation</b>				
Personal services	139,498	139,498	125,019	14,479
Supplies	64,400	60,150	48,066	12,084
Services	31,550	41,713	39,135	2,578
Capital outlay/debt service	38,300	20,300	10,882	9,418
	<b>273,748</b>	<b>261,661</b>	<b>223,102</b>	<b>38,559</b>
<b>Debt service:</b>				
Principal	104,029	104,029	101,309	2,720
Interest	6,666	6,666	6,697	(31)
	<b>110,695</b>	<b>110,695</b>	<b>108,006</b>	<b>2,689</b>
<b>Total Expenditures</b>	<b>8,863,387</b>	<b>8,568,314</b>	<b>7,741,560</b>	<b>(826,754)</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(1,920,123)</b>	<b>(1,511,250)</b>	<b>(800,872)</b>	<b>(710,378)</b>
<b>Other Financing Sources (Uses):</b>				
Inception of leases	452,000	452,000	450,513	(1,487)
Insurance proceeds			23,456	
Transfers in	1,901,415	1,901,415		(1,901,415)
Transfers out	(2,303,716)	(3,605,933)		3,605,933
<b>Total Other Financing Sources (Uses)</b>	<b>49,699</b>	<b>(1,252,518)</b>	<b>473,969</b>	<b>1,703,031</b>
<b>Net Change in Fund Balance</b>	<b>(1,870,424)</b>	<b>(2,763,768)</b>	<b>(326,903)</b>	<b>2,436,865</b>
<b>Fund Balances - Beginning, as previously reported</b>	<b>1,759,729</b>	<b>2,645,874</b>	<b>4,870,903</b>	<b>2,225,029</b>
<b>Prior period adjustments</b>			<b>(92,223)</b>	<b>(92,223)</b>
<b>Fund Balances - Beginning, as previously reported</b>	<b>1,759,729</b>	<b>2,645,874</b>	<b>4,778,680</b>	<b>2,132,806</b>
<b>Fund Balances - September 30</b>	<b>\$ (110,695)</b>	<b>(117,894)</b>	<b>4,451,777</b>	<b>4,661,894</b>

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\***

	2018	2017	2016	2015
City's proportionate share of the net pension liability	\$ 8,729,316	8,281,441	8,207,459	6,645,406
City's proportion of the net pension liability	0.052482%	0.049818%	0.045948%	0.042990%
City's covered payroll	855,886	823,727	649,340	586,317
City's proportionate share of the net pension liability as a percentage of its covered payroll	1019.92%	1005.36%	1263.97%	1133.41%
Plan fiduciary net position as a percentage of the total pension liability	62.54%	61.49%	57.47%	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**

	2018	2017	2016	2015
Contractually required contribution	\$ 143,612	134,802	129,737	102,271
Contributions in relation to the contractually required contribution	143,612	134,802	129,737	102,271
Contribution deficiency (excess)	\$ -	-	-	-
City's covered payroll	911,822	855,886	823,727	649,340
Contributions as a percentage of covered payroll	15.75%	15.75%	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, 2018

### 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. Although all capital projects have a proposed budget approved for the project length, they have budgets approved on 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 special revenue major fund and is presented on a modified cash basis of accounting.

(3) Budget/GAAP Reconciliation

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

1. Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budgetary) as opposed to when susceptible to accrual (GAAP).

## City of Byram, Mississippi

### Notes to the Required Supplementary Information (Continued) For the Year Ended September 30, 2018

#### Pension Schedules

##### (1) *Changes of assumptions*

###### 2015:

The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Table projected to 2016 using Scale BB rather than the RP-2000 Mortality Table, which was used prior to 2015.

The expectation of disabled mortality was changed to the RP-2014 Disabled Retiree Table, rather than the RP-2000 Disabled Mortality Table, which was used prior to 2015.

Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience.

Assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

The price inflation and investment rate of return assumptions were changed from 3.50% to 3.00% and 8.00% to 7.75% respectively.

###### 2016:

The assumed rate of interest credited to employee contributions was changed from 3.50% to 2.00%.

###### 2017:

The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Mortality Table projected with Scale BB to 2022. Small adjustments were also made to the Mortality Table for disabled lives.

The wage inflation assumption was reduced from 3.75% to 3.25%.

Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience.

The percentage of active member disabilities assumed to be in the line of duty was increased from 6% to 7%.

##### (2) *Changes in benefit provisions*

###### 2016:

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.

##### (3) *Method and assumptions used in calculations of actuarially determined contributions.*

The actuarially determined contribution rates in the schedule of employer contributions are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported (June



## City of Byram, Mississippi

### Notes to the Required Supplementary Information (Continued) For the Year Ended September 30, 2018

30, 2015 valuation for the June 30, 2017 fiscal year end). The following actuarial methods and assumptions were used to determine the most recent contribution rate reported in that schedule:

Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	33.9 years
Asset valuation method	5-year smoothed market
Price Inflation	3.00 percent
Salary increase	3.75 percent to 19.00 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

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**CITY OF BYRAM, MISSISSIPPI**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
<b>Revenues:</b>			
Sales taxes	\$ 46,357	\$ 371,356	\$ 417,713
Property taxes	--	493,125	493,125
Investment income	800	9,424	10,224
Grants and donations	16,950	--	16,950
Intergovernmental programs	3,500	14,224	17,724
Other	6,440	--	6,440
Total Revenues	<u>74,047</u>	<u>888,129</u>	<u>962,176</u>
<b>Expenditures:</b>			
Current:			
General government	1,030	6,920	7,950
Culture and recreation	59,240	--	59,240
Debt service:			
Principal	--	560,000	560,000
Interest	--	234,241	234,241
Other	--	2,250	2,250
Total Expenditures	<u>60,270</u>	<u>803,411</u>	<u>863,681</u>
Net Change in Fund Balances	13,777	84,718	98,495
Fund Balances - Beginning	69,532	699,098	768,630
Fund Balances - Ending	<u>\$ 83,309</u>	<u>\$ 783,816</u>	<u>\$ 867,125</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 three (3) special revenue funds to accomplish the afore stated purposes:

1.     **Tourism Fund**
2.     **Law Enforcement Fund**
3.     **Unemployment Fund**



**CITY OF BYRAM, MISSISSIPPI**  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 SEPTEMBER 30, 2018

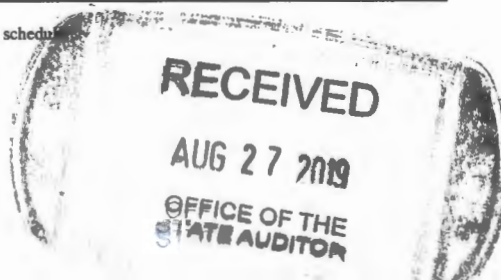
	Tourism Fund	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
<b>Assets:</b>				
Pooled cash and cash equivalents	\$ 14,101	\$ 16,737	\$ 52,471	\$ 83,309
Total Assets	<u>\$ 14,101</u>	<u>\$ 16,737</u>	<u>\$ 52,471</u>	<u>\$ 83,309</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balances:</b>				
<b>Restricted:</b>				
Unemployment benefits	--	--	52,471	52,471
Public safety	--	16,737	--	16,737
<b>Assigned</b>	14,101	--	--	14,101
Total Fund Balances	<u>14,101</u>	<u>16,737</u>	<u>52,471</u>	<u>83,309</u>
Total Liabilities and Fund Balances	<u>\$ 14,101</u>	<u>\$ 16,737</u>	<u>\$ 52,471</u>	<u>\$ 83,309</u>

City of Byram, Mississippi  
General Fund  
Budgetary Comparison Schedule  
For the Year Ended September 30, 2018

Exhibit B-1

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Sales taxes	\$ 2,279,000	2,319,000	2,384,737	65,737
Property taxes	2,864,114	2,925,114	3,097,665	172,551
Licenses and permits	469,500	489,500	507,859	18,359
Fines and forfeitures	332,500	332,500	360,807	28,307
Investment income	40,000	40,000	50,955	10,955
Grants and donations	1,000	1,000	2,800	1,800
Charges for services	24,000	24,000	30,945	6,945
Intergovernmental programs	778,150	770,950	328,621	(442,329)
Other	155,000	155,000	176,299	21,299
Total Revenues	6,943,264	7,057,064	6,940,688	(116,376)
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General government:</b>				
Personnel services	781,761	749,823	738,159	11,664
Supplies	55,175	54,425	44,105	10,320
Services	608,155	599,855	524,988	74,867
Capital outlay/debt service	124,062	120,062	66,952	53,110
	1,569,153	1,524,165	1,374,204	149,961
<b>Public safety:</b>				
Personnel services	3,527,638	3,287,605	3,240,903	46,702
Supplies	298,775	293,775	254,770	39,005
Services	553,325	607,325	560,796	46,529
Capital outlay/debt service	748,656	728,156	651,947	76,209
	5,128,394	4,916,861	4,708,416	208,445
<b>Public services:</b>				
Personnel services	411,610	382,645	365,209	17,436
Supplies	143,400	137,900	116,997	20,903
Services	229,810	237,810	251,321	(13,511)
Capital outlay/debt service	996,577	996,577	594,305	402,272
	1,781,397	1,754,932	1,327,832	427,100
<b>Culture and recreation:</b>				
Personal services	139,498	139,498	125,019	14,479
Supplies	64,400	60,150	48,066	12,084
Services	31,550	41,713	39,135	2,578
Capital outlay/debt service	38,300	20,300	10,882	9,418
	273,748	261,661	223,102	38,559
<b>Debt service:</b>				
Principal	104,029	104,029	101,309	2,720
Interest	6,666	6,666	6,697	(31)
	110,695	110,695	108,006	2,689
Total Expenditures	8,863,387	8,568,314	7,741,560	(826,754)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,920,123)	(1,511,250)	(800,872)	(710,378)
<b>Other Financing Sources (Uses):</b>				
Inception of leases	452,000	452,000	450,513	(1,487)
Insurance proceeds			23,456	
Transfers in	1,901,415	1,901,415		(1,901,415)
Transfers out	(2,303,716)	(3,605,933)		5,605,933
Total Other Financing Sources (Uses)	49,699	(1,252,518)	473,969	1,703,031
Net Change in Fund Balance	(1,870,424)	(2,763,768)	(326,903)	2,436,865
Fund Balances - Beginning, as previously reported	1,759,729	2,645,874	4,870,903	2,225,029
Prior period adjustments			(92,223)	(92,223)
Fund Balances - Beginning, as previously reported	1,759,729	2,645,874	4,778,680	2,132,806
Fund Balances - September 30	\$ (110,695)	(117,894)	4,451,777	4,661,894

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\***

	2018	2017	2016	2015
City's proportionate share of the net pension liability	\$ 8,729,316	8,281,441	8,207,459	6,645,406
City's proportion of the net pension liability	0.052482%	0.049818%	0.045948%	0.042990%
City's covered payroll	855,886	823,727	649,340	586,317
City's proportionate share of the net pension liability as a percentage of its covered payroll	1019.92%	1005.36%	1263.97%	1133.41%
Plan fiduciary net position as a percentage of the total pension liability	62.54%	61.49%	57.47%	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**

	2018	2017	2016	2015
Contractually required contribution	\$ 143,612	134,802	129,737	102,271
Contributions in relation to the contractually required contribution	143,612	134,802	129,737	102,271
Contribution deficiency (excess)	\$ -	-	-	-
City's covered payroll	911,822	855,886	823,727	649,340
Contributions as a percentage of covered payroll	15.75%	15.75%	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, 2018

#### 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. Although all capital projects have a proposed budget approved for the project length, they have budgets approved on 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 special revenue major fund and is presented on a modified cash basis of accounting.

(3) Budget/GAAP Reconciliation

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

1. Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budgetary) as opposed to when susceptible to accrual (GAAP).

## City of Byram, Mississippi

### Notes to the Required Supplementary Information (Continued) For the Year Ended September 30, 2018

#### Pension Schedules

##### (1) *Changes of assumptions*

###### 2015:

The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Table projected to 2016 using Scale BB rather than the RP-2000 Mortality Table, which was used prior to 2015.

The expectation of disabled mortality was changed to the RP-2014 Disabled Retiree Table, rather than the RP-2000 Disabled Mortality Table, which was used prior to 2015.

Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience.

Assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

The price inflation and investment rate of return assumptions were changed from 3.50% to 3.00% and 8.00% to 7.75% respectively.

###### 2016:

The assumed rate of interest credited to employee contributions was changed from 3.50% to 2.00%.

###### 2017:

The expectation of retired life mortality was changed to the RP-2014 Healthy Annuitant Blue Collar Mortality Table projected with Scale BB to 2022. Small adjustments were also made to the Mortality Table for disabled lives.

The wage inflation assumption was reduced from 3.75% to 3.25%.

Withdrawal rates, pre-retirement mortality rates, disability rates and service retirement rates were also adjusted to more closely reflect actual experience.

The percentage of active member disabilities assumed to be in the line of duty was increased from 6% to 7%.

##### (2) *Changes in benefit provisions*

###### 2016:

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.

##### (3) *Method and assumptions used in calculations of actuarially determined contributions.*

The actuarially determined contribution rates in the schedule of employer contributions are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported (June

## City of Byram, Mississippi

### Notes to the Required Supplementary Information (Continued) For the Year Ended September 30, 2018

30, 2015 valuation for the June 30, 2017 fiscal year end). The following actuarial methods and assumptions were used to determine the most recent contribution rate reported in that schedule:

Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	33.9 years
Asset valuation method	5-year smoothed market
Price Inflation	3.00 percent
Salary increase	3.75 percent to 19.00 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

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## **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, 2018**

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
<b>Assets:</b>			
Pooled cash and cash equivalents	\$ 83,309	\$ 783,816	\$ 867,125
Total Assets	<u>\$ 83,309</u>	<u>\$ 783,816</u>	<u>\$ 867,125</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balances:</b>			
<b>Restricted:</b>			
Unemployment benefits	52,471	--	52,471
Public safety	16,737	--	16,737
Debt services	--	783,816	783,816
<b>Assigned:</b>			
Marketing	14,101	--	14,101
Total Fund Balances	<u>83,309</u>	<u>783,816</u>	<u>867,125</u>
Total Liabilities and Fund Balances	<u>\$ 83,309</u>	<u>\$ 783,816</u>	<u>\$ 867,125</u>

**CITY OF BYRAM, MISSISSIPPI**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
<b>Revenues:</b>			
Sales taxes	\$ 46,357	\$ 371,356	\$ 417,713
Property taxes	--	493,125	493,125
Investment income	800	9,424	10,224
Grants and donations	16,950	--	16,950
Intergovernmental programs	3,500	14,224	17,724
Other	6,440	--	6,440
Total Revenues	<u>74,047</u>	<u>888,129</u>	<u>962,176</u>
<b>Expenditures:</b>			
Current:			
General government	1,030	6,920	7,950
Culture and recreation	59,240	--	59,240
Debt service:			
Principal	--	560,000	560,000
Interest	--	234,241	234,241
Other	--	2,250	2,250
Total Expenditures	<u>60,270</u>	<u>803,411</u>	<u>863,681</u>
Net Change in Fund Balances	13,777	84,718	98,495
Fund Balances - Beginning	69,532	699,098	768,630
Fund Balances - Ending	<u>\$ 83,309</u>	<u>\$ 783,816</u>	<u>\$ 867,125</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 three (3) special revenue funds to accomplish the afore stated purposes:

1.     **Tourism Fund**
2.     **Law Enforcement Fund**
3.     **Unemployment Fund**



**CITY OF BYRAM, MISSISSIPPI**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30, 2018**

	Tourism Fund	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
<b>Assets:</b>				
Pooled cash and cash equivalents	\$ 14,101	\$ 16,737	\$ 52,471	\$ 83,309
Total Assets	<u>\$ 14,101</u>	<u>\$ 16,737</u>	<u>\$ 52,471</u>	<u>\$ 83,309</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balances:</b>				
<b>Restricted:</b>				
Unemployment benefits	--	--	52,471	52,471
Public safety	--	16,737	--	16,737
<b>Assigned</b>	14,101	--	--	14,101
Total Fund Balances	<u>14,101</u>	<u>16,737</u>	<u>52,471</u>	<u>83,309</u>
Total Liabilities and Fund Balances	<u>\$ 14,101</u>	<u>\$ 16,737</u>	<u>\$ 52,471</u>	<u>\$ 83,309</u>

Richard White, Mayor  
Janice G. Moser, Alderwoman Ward I  
Charlie Campbell, Alderman Ward III  
Wanda Smith, Alderwoman Ward V



Richard Cook, Alderman At Large  
Diandra Hosey, Alderwoman Ward II  
Teresa Mack, Alderwoman Ward IV  
David Moore, Alderman Ward VI

August 22, 2019

Office of the State Auditor  
Post Office Box 956  
Jackson, Mississippi 39205

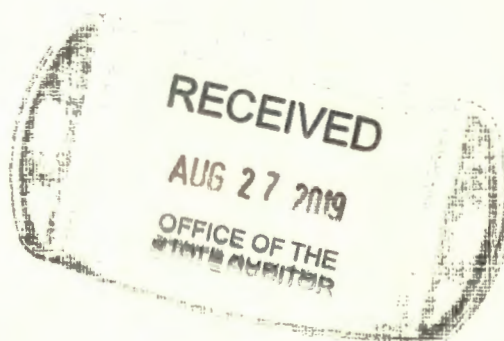
Re: Annual Municipal Audit

To whom it may concern:

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, 2018. In connection with this audit, a separate management letter was not written to the city.

Sincerely yours,

Richard G. White, Mayor



Richard L. Hall, Attorney at Law  
Dixie Hall, Attorney at Law  
Trent Hall, Attorney at Law  
Llewellyn Hall, Attorney at Law

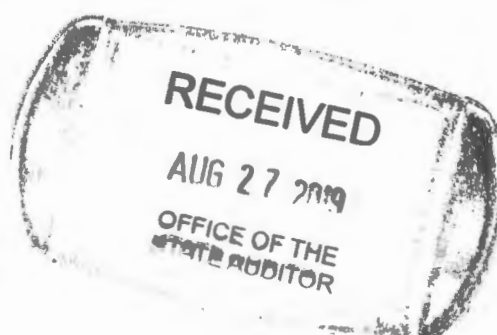


Richard L. Hall, Attorney at Law  
Dixie Hall, Attorney at Law  
Trent Hall, Attorney at Law  
Llewellyn Hall, Attorney at Law

**CITY OF BYRAM, MISSISSIPPI**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Tourism Fund	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
<b>Revenues:</b>				
Sales taxes	\$ 46,357	\$ --	\$ --	\$ 46,357
Investment income	94	169	537	800
Grants and donations	16,950	--	--	16,950
Intergovernmental programs	3,500	--	--	3,500
Other	6,440	--	--	6,440
Total Revenues	<u>73,341</u>	<u>169</u>	<u>537</u>	<u>74,047</u>
<b>Expenditures:</b>				
Current:				
General government	--	--	1,030	1,030
Culture and recreation	59,240	--	--	59,240
Total Expenditures	<u>59,240</u>	<u>--</u>	<u>1,030</u>	<u>60,270</u>
Net Change in Fund Balances	14,101	169	(493)	13,777
Fund Balances - Beginning	--	16,568	52,964	69,532
Fund Balances - Ending	<u>\$ 14,101</u>	<u>\$ 16,737</u>	<u>\$ 52,471</u>	<u>\$ 83,309</u>





## CITY OF BYRAM, MISSISSIPPI

Exhibit C-5

Tourism Fund

Special Revenue Fund

Budgetary Comparison Schedule

For the Year Ended September 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Sales taxes	\$ 50,000	46,500	46,357	(143)
Investment income	100	100	94	(6)
Grants and donations	25,000	16,900	16,950	50
Intergovernmental programs	-	2,625	3,500	875
Other	5,000	6,440	6,440	-
Total Revenues	80,100	72,565	73,341	776
<b>Expenditures:</b>				
Public safety:				
Supplies	3,500	2,750		2,750
Culture and recreation	62,250	59,500	59,240	260
Total Expenditures	65,750	62,250	59,240	3,010
Excess (Deficiency) of Revenues Over (Under) Expenditures	14,350	10,315	14,101	3,786
Net Change in Fund Balances	14,350	10,315	14,101	3,786
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	\$ 14,350	10,315	14,101	3,786

**CITY OF BYRAM, MISSISSIPPI**  
**Law Enforcement Fund**  
**Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended September 30, 2018**

**Exhibit C-6**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Investment income	\$ 25	25	169	144
Total Revenues	25	25	169	144
<b>Expenditures:</b>				
Public safety:				
Supplies	3,500	1,000	-	1,000
Capital outlay	8,000	-	-	-
Total Expenditures	11,500	1,000	-	1,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,475)	(975)	169	1,144
Net Change in Fund Balances	(11,475)	(975)	169	1,144
Fund Balances - Beginning	15,075	15,075	16,568	1,493
Fund Balances - Ending	\$ 3,600	14,100	16,737	2,637

**CITY OF BYRAM, MISSISSIPPI**  
 Unemployment Fund  
 Special Revenue Fund  
 Budgetary Comparison Schedule  
 For the Year Ended September 30, 2018

**Exhibit C-7**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Investment income	\$ 25	25	537	512
Total Revenues	25	25	537	512
<b>Expenditures:</b>				
General government:				
Services	6,000	6,000	1,030	4,970
Total Expenditures	6,000	6,000	1,030	4,970
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,975)	(5,975)	(493)	5,482
Net Change in Fund Balances	(5,975)	(5,975)	(493)	5,482
Fund Balances - Beginning	38,941	38,941	52,964	14,023
Fund Balances - Ending	\$ 32,966	32,966	52,471	19,505

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## DEBT SERVICE FUNDS

The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond and the tax increment financing bonds principal and interest from governmental resources bond principals which are obligated in some manner for payment.

The City maintains two debt service funds to accomplish the afore stated purpose:

1. 2012 GO Bond & Interest Fund
2. 2017 BTC TIF Bond & Interest Fund

**CITY OF BYRAM, MISSISSIPPI**  
**COMBINING BALANCE SHEET**  
**NONMAJOR DEBT SERVICE FUNDS**  
**SEPTEMBER 30, 2018**

	2012 GO Bond & Interest Fund	2017 BTC TIF Bond & Interest Fund	Total Nonmajor Debt Service Funds (See Exhibit C-1)
<b>Assets:</b>			
Pooled cash and cash equivalents	\$ 297,900	\$ 485,916	\$ 783,816
Total Assets	<u>\$ 297,900</u>	<u>\$ 485,916</u>	<u>\$ 783,816</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balances:</b>			
<b>Restricted:</b>			
Debt services	297,900	485,916	783,816
Total Fund Balances	<u>297,900</u>	<u>485,916</u>	<u>783,816</u>
Total Liabilities and Fund Balances	<u>\$ 297,900</u>	<u>\$ 485,916</u>	<u>\$ 783,816</u>

**CITY OF BYRAM, MISSISSIPPI**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	2012 GO Bond & Interest Fund	2017 BTC TIF Bond & Interest Fund	Total Nonmajor Debt Service Funds (See Exhibit C-2)
<b>Revenues:</b>			
Sales taxes	\$ --	\$ 371,356	\$ 371,356
Property taxes	384,141	108,984	493,125
Investment income	3,789	5,635	9,424
Intergovernmental programs	14,224	--	14,224
Total Revenues	<u>402,154</u>	<u>485,975</u>	<u>888,129</u>
<b>Expenditures:</b>			
Current:			
General government	6,920	--	6,920
Debt service:			
Principal	215,000	345,000	560,000
Interest	108,810	125,431	234,241
Other	500	1,750	2,250
Total Expenditures	<u>331,230</u>	<u>472,181</u>	<u>803,411</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>70,924</u>	<u>13,794</u>	<u>84,718</u>
<b>Other Financing Sources (Uses):</b>			
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	70,924	13,794	84,718
Fund Balances - Beginning	226,976	472,122	699,098
Fund Balances - Ending	<u>\$ 297,900</u>	<u>\$ 485,916</u>	<u>\$ 783,816</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, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating revenues:</b>				
Charges for services	\$ 1,106,472	1,133,472	1,035,675	(97,797)
Total Operating Revenues	1,106,472	1,133,472	1,035,675	(97,797)
<b>Operating Expenses</b>				
Personal services	185,998	185,998	207,473	(21,475)
Services	243,490	250,990	336,336	(85,346)
Supplies	70,750	89,250	73,985	15,265
Depreciation			196,184	(196,184)
Miscellaneous	425,552	425,552	110,644	314,908
Total Operating Expenses	925,790	951,790	924,622	27,168
Operating Income	180,682	181,682	111,053	(70,629)
<b>Non-Operating Revenues (Expenses):</b>				
Interest revenue	250	250	7,427	7,177
Debt service interest			(123,877)	(123,877)
Total Non-Operating Revenues (Expenses)	250	250	(116,450)	(116,700)
Net Income	180,932	181,932	(5,397)	(187,329)
Net Position - Beginning, as previously reported	22,169	22,169	1,188,164	1,165,995
Prior Period Adjustment			29,324	29,324
Net Position - Beginning, as restated	22,169	22,169	1,217,488	1,195,319
Net Position - Ending	\$ 203,101	204,101	1,212,091	1,007,990

OTHER INFORMATION

**Schedule D-1**

**City of Byram, Mississippi**  
**Schedule of Surety Bonds for Municipal Officials**  
**September 30, 2018**

<b>Name</b>	<b>Position</b>	<b>Company</b>	<b>Bond Amount</b>
Richard White	Mayor	Travelers Casualty & Surety	\$ 100,000
Richard Cook	Alderman At Large	Travelers Casualty & Surety	\$ 100,000
Janice Moser	Alderman	Travelers Casualty & Surety	\$ 100,000
Diandra A. Hosey	Alderman	Travelers Casualty & Surety	\$ 100,000
Charlie Campbell	Alderman	Travelers Casualty & Surety	\$ 100,000
Teresa Mack	Alderman	Travelers Casualty & Surety	\$ 100,000
Wanda Smith	Alderman	Travelers Casualty & Surety	\$ 100,000
Paul Moore	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
Cohn Livingston	Director of Public Works	Travelers Casualty & Surety	\$ 50,000
Kitty Thompson	Compliance Clerk	Travelers Casualty & Surety	\$ 50,000
Hiawatha Stewart	Records Clerk	Travelers Casualty & Surety	\$ 50,000
Gwendolyn Artis	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
David Errington	Police Officer	Travelers Casualty & Surety	\$ 50,000

City of Byram, Mississippi  
Schedule of Long-Term Debt  
September 30, 2018

Schedule D-2

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance October 1, 207	Current Year Transactions		Balance September 30, 2018
						Additions	Reductions	
<b>Governmental Activities</b>								
<b>Bonds</b>								
Public Improvement	8/1/2012	8/1/2032	2.4 - 3.4%	5,000,000	\$ 4,015,000	-	215,000	3,800,000
Tax Increment Financing Bonds	8/16/2017	7/1/2029	3.05%	4,700,000	4,700,000	-	345,000	4,355,000
Total General Obligation Bonds					\$ 8,715,000	-	560,000	8,155,000
<b>Other Long-Term Debt</b>								
Motorola Lease Purchase	10/1/2013	10/1/2018	3.56%	266,633	\$ 112,607	-	55,158	57,449
Sirens Lease Purchase	1/4/2016	4/30/2018	3.99%	111,012	37,465	-	37,465	-
Caterpillar CB24B Asphalt Compactor	10/13/2014	10/13/2019	2.70%	21,841	13,502	-	3,345	10,157
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,063	43,532	-	5,341	38,191
Fire Truck - Lease			2.95%	450,513	-	450,513	-	450,513
Total Other Long-Term Debt					\$ 207,106	450,513	101,309	556,310
Total Governmental Long-Term Debt					\$ 8,922,106	450,513	661,309	8,711,310
<b>Business-Type Activities</b>								
<b>Bonds</b>								
General Obligation Bonds, Series 2015	9/1/2015	9/1/2025	2.1-3.0%	700,000	\$ 575,000	-	65,000	510,000
Sewer System Revenue Bonds	3/8/2018	9/30/2038	3.375-4.00%	5,500,000	-	5,500,000	-	5,500,000
Total General Obligation Bonds					\$ 575,000	5,500,000	65,000	6,010,000
<b>Other Long-Term Debt</b>								
State Revolving Fund (SRF) - Sewer Improvements Loan	9/1/2012	5/1/2032	1.75%	2,750,000	\$ 2,153,455	-	129,934	2,023,521
State Revolving Fund (SRF) - Water Pollution Loan	5/1/2014	2/1/2034	1.75%	677,082	516,082	-	27,378	488,704
State Revolving Fund (SRF) - Water Pollution Loan	9/21/2016	6/1/2036	1.75%	708,425	682,962	-	31,050	651,912
Caterpillar CB24B Asphalt Compactor	10/13/2014	10/13/2019	2.70%	21,841	13,581	-	3,345	10,236
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,062	43,532	-	5,360	38,172
Total Other Long-Term Debt					\$ 3,409,612	-	197,067	3,212,545
Total Business-type Activities Long-Term Debt					\$ 3,984,612	5,500,000	262,067	9,222,545



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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

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**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
2017	1,377,834	3,998,834	5,357,676	174,552	675,171	11,584,067
2018	1,382,154	4,708,416	1,327,832	282,342	904,497	8,605,241

(1) Incorporation was effective in June, 2009



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

Fiscal Year	Taxes	Licenses & Permits	Inter-Governmental Revenue	Charges for Services	Fines	Grants & Donations	Interest Earned	Misc.	Total
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
2017	6,000	485	476	54	351	-	6	122	7,494
2018	6,393	508	346	31	361	20	61	183	7,903

(1) Incorporation was effective in June, 2009

**City of Byram**  
**Table 3**  
**Fund Balance and Net Position Information**  
**Last Ten Fiscal Years**  
(amounts expressed in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Governmental Funds Fund Balances</b>										
General Fund										
Unassigned	\$0	\$2,923	\$4,123	\$4,204	\$4,711	\$4,938	\$4,474	\$4,758	\$4,871	\$4,466
Total General Fund	-	2,923	4,123	4,204	4,711	4,938	4,474	4,758	4,871	4,466
<b>All Other Governmental Funds</b>										
Restricted:										
Unemployment	\$0	\$1	\$14	\$35	\$54	\$74	\$100	\$53	\$53	\$52
Public Safety	-	-	-	1	1	34	54	34	17	17
Capital Projects	-	-	-	3,614	2,105	199	48	-	-	-
Debt Service	-	-	-	8	45	77	132	167	699	784
Assigned	-	-	-	-	-	-	-	-	-	14
Total All Other Governmental Funds	\$0	\$1	\$14	\$3,658	\$2,205	\$384	\$334	\$254	\$769	\$867
<b>Government-Wide Funds Net Position</b>										
Governmental Activities:										
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,370	\$5,634	\$9,897	\$10,014	\$9,121	\$4,656	\$6,249
Restricted	-	1	14	3,658	2,168	357	306	237	739	827
Unrestricted	-	2,923	4,093	4,231	4,697	4,792	(976)	(1,340)	(2,181)	(3,485)
Total Governmental Activities	\$0	\$8,345	\$10,181	\$10,259	\$12,499	\$15,046	\$9,344	\$8,018	\$3,214	\$3,591
Business-Type Activities:										
Net Investment in Capital Assets	\$0	\$-	\$-	(\$274)	(\$324)	(\$656)	(\$641)	\$1,569	\$1,585	\$1,818
Unrestricted	-	-	-	(94)	(211)	(230)	(370)	(346)	(397)	(606)
Total Business-Type Activities	\$0	\$-	\$-	(\$368)	(\$535)	(\$886)	(\$1,011)	\$1,223	\$1,188	\$1,212
Total Primary Government:										
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,096	\$5,310	\$9,241	\$9,373	\$10,690	\$6,241	\$8,067
Restricted	-	1	14	3,658	2,168	357	306	237	739	827
Unrestricted	-	2,923	4,093	4,137	4,486	4,562	(1,346)	(1,686)	(2,578)	(4,091)
Total Primary Government	\$0	\$8,345	\$10,181	\$9,891	\$11,964	\$14,160	\$8,333	\$9,241	\$4,402	\$4,803

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

(1) Incorporation was effective in June, 2009



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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Expenses</b>										
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	\$1,321,123	\$1,553,934
Public safety	-	144,085	1,548,243	1,255,309	495,330	1,313,027	3,906,432	3,215,882	3,400,103	4,257,675
Public services	-	125,092	\$21,605	2,196,081	2,479,546	1,897,671	1,910,226	1,875,852	5,630,570	1,790,615
Culture and recreation	-	-	18,945	33,049	25,437	4,062	28,667	78,275	167,677	309,794
Pension expense	-	-	-	-	-	-	799,967	1,276,214	1,461,677	-
Interest on long-term debt	-	-	-	-	42,002	83,372	636	123,732	380,211	239,199
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	12,361,361	8,151,217
Business-type activities:										
Public utility	-	-	-	592,306	607,677	589,436	715,055	1,385,298	629,240	1,048,499
Total business-type activities expenses	-	-	-	592,306	607,677	589,436	715,055	1,385,298	629,240	1,048,499
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	\$12,990,601	\$9,199,716
<b>Program Revenues</b>										
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	\$996,983	\$1,006,824
Operating grants and contributions	-	130,678	418,823	250,887	898,923	659,590	277,491	475,668	364,955	217,238
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	1,361,938	1,224,062
Business-type activities:										
Charges for services:										
Sewer	-	-	-	32,938	576,353	573,696	848,884	1,121,606	876,208	1,035,675
Operating grants and contributions	-	-	-	-	-	-	-	504,877	-	-
Total business-type activities program revenues	-	-	-	32,938	576,353	573,696	848,884	1,626,483	876,208	1,035,675
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	\$2,238,146	\$2,259,737
<b>Net (Expense)/Revenue</b>										
Governmental activities:	\$0	\$(810,717)	\$(2,250,105)	\$(4,239,394)	\$(3,004,789)	\$(3,199,781)	\$(6,467,087)	\$(6,496,539)	\$(10,999,423)	\$(6,927,155)
Business-type activities	-	-	-	\$(559,368)	\$(31,324)	\$(15,740)	133,829	241,185	246,968	\$(12,824)
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)	\$(10,752,455)	\$(6,939,979)
<b>General Revenues and Other Changes in Net Position</b>										
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	\$3,351,094	\$3,590,790
Sales taxes	-	1,493,274	1,527,692	1,711,344	1,946,916	1,857,650	1,820,194	2,370,509	2,649,246	2,802,450
Road and bridge privilege taxes	-	-	-	-	-	-	117,590	142,547	15,816	15,669
Other taxes	-	14,969	20,883	30,042	23,792	31,431	6,385	6,385	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	5,562	61,179
Miscellaneous	-	13,667	5,977	57,632	29,253	61,966	72,070	289,702	122,135	202,329
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	\$6,150,238	\$6,678,802
Business-type activities:										
Unrestricted investment income	-	-	-	34	117	62	45	57	58	7,427
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	58	7,427
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	\$6,150,296	\$6,686,229
<b>Change in Net Position</b>										
Governmental activities	\$0	\$3,037,844	\$1,889,876	\$169,702	\$2,231,612	2,120,099	\$(1,343,675)	\$(538,501)	\$(4,849,185)	\$(248,353)
Business-type activities	-	-	-	\$(368,100)	\$(214,542)	\$(347,851)	102,472	241,242	247,036	\$(5,397)
Total primary government	\$0	\$3,037,844	\$1,889,876	\$(198,398)	\$2,017,070	\$1,772,248	\$(1,241,203)	\$(297,259)	\$(4,602,159)	\$(253,750)

(1) Incorporation was effective in June, 2009

**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	2017	2018
<b>Revenues</b>										
Sales Taxes	\$0	\$1,493,274	\$1,527,692	\$1,711,344	\$1,946,916	\$1,857,650	\$1,820,194	\$2,370,509	\$2,649,246	\$2,802,450
Property Taxes	-	2,307,169	2,542,079	2,561,178	3,024,808	3,026,559	3,069,187	3,143,628	3,351,094	3,590,790
Licenses, fees, and permits	-	210,340	386,048	385,075	385,417	444,271	525,063	491,565	485,126	507,859
Fines and forfeitures	-	-	163,268	378,722	288,986	401,394	234,269	195,854	351,470	360,807
Charges for services	-	400	17,737	16,230	23,739	16,625	125,240	27,395	53,538	30,945
Grants and donations	-	-	-	60,687	28,767	25,137	34,114	40,241	0	19,750
Investment income	-	19,482	43,350	27,432	28,297	10,101	6,624	5,267	5,562	61,179
Intergovernmental programs	-	144,384	542,253	429,718	1,086,701	859,094	551,307	757,020	475,812	346,345
Other revenue	-	14,930	18,409	19,048	20,561	32,933	48,548	173,234	122,335	182,739
<b>Total Revenues</b>	<b>0</b>	<b>4,189,979</b>	<b>5,240,836</b>	<b>5,589,434</b>	<b>6,834,192</b>	<b>6,673,764</b>	<b>6,414,546</b>	<b>7,204,713</b>	<b>7,494,183</b>	<b>7,902,864</b>
<b>Expenditures</b>										
General government	-	697,009	993,846	1,553,118	1,271,893	1,115,623	1,108,285	1,401,782	1,377,834	1,382,154
Public safety	-	469,942	2,920,942	3,270,479	3,724,737	5,420,550	3,775,704	4,086,626	3,998,834	4,708,416
Public services	-	98,528	480,740	2,141,366	2,416,541	1,828,814	1,517,235	1,611,844	5,357,676	1,327,832
Culture and recreation	-	-	18,945	33,049	25,437	4,062	28,667	79,731	174,552	282,342
Debt service:	-	-	-	-	-	-	-	-	-	-
Principal	-	-	-	-	355,836	372,132	438,703	334,000	307,532	661,309
Interest	-	-	-	-	169,386	151,801	148,614	134,645	126,132	240,938
Other	-	-	-	97,700	500	-	500	500	241,507	2,250
<b>Total Expenditures</b>	<b>0</b>	<b>1,265,479</b>	<b>4,414,473</b>	<b>7,095,712</b>	<b>7,964,330</b>	<b>8,892,982</b>	<b>7,017,708</b>	<b>7,649,128</b>	<b>11,584,067</b>	<b>8,605,241</b>
Excess of revenues over/ (under) expenditures	<b>0</b>	<b>2,924,500</b>	<b>826,363</b>	<b>(1,506,278)</b>	<b>(1,130,138)</b>	<b>(2,219,218)</b>	<b>(603,162)</b>	<b>(444,415)</b>	<b>(4,089,884)</b>	<b>(702,377)</b>
<b>Other Financing Sources (Uses)</b>										
Issuance of bonds/ loan proceeds	-	-	-	5,000,000	-	-	-	-	4,700,000	-
Inception of leases	-	-	385,689	189,367	-	266,633	43,682	164,075	0	450,513
Insurance proceeds	-	-	-	21,453	-	27,021	14,300	17,302	18,262	23,456
Transfers from other funds	-	-	-	1,310,854	183,335	332,173	31,402	202,830	473,528	0
Transfers to other funds	-	-	-	(1,290,000)	-	-	-	(202,830)	(473,528)	-
Other	-	-	-	-	491	-	(271)	85,606	(269)	-
<b>Total other financing sources (uses)</b>	<b>0</b>	<b>0</b>	<b>385,689</b>	<b>5,231,674</b>	<b>183,826</b>	<b>625,827</b>	<b>89,113</b>	<b>266,983</b>	<b>4,717,993</b>	<b>473,969</b>
<b>Net change in fund balances</b>	<b>\$0</b>	<b>\$2,924,500</b>	<b>\$1,212,052</b>	<b>\$3,725,396</b>	<b>(\$946,312)</b>	<b>(\$1,593,391)</b>	<b>(\$514,049)</b>	<b>(\$177,432)</b>	<b>\$628,109</b>	<b>(\$228,408)</b>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	1.97%	11.86%	11.73%	8.95%	7.50%	6.36%	12.42%

(1) Incorporation was effective in June, 2009



**City of Byram**  
**Table 6**  
**Property Tax Levies and Collections (1)**  
Last Ten Fiscal Years  
(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%	0	0.00%
2010	2,497,215	2,302,517	92.2%	0	2,302,517	92.2%	194,698	7.80%
2011	2,524,707	2,490,340	98.6%	51,738	2,542,078	100.7%	177,327	7.02%
2012	2,541,699	2,512,391	98.8%	48,787	2,561,178	100.8%	157,847	6.21%
2013	2,972,006	2,982,191	100.3%	20,734	3,002,925	101.0%	126,928	4.27%
2014	3,109,693	2,969,375	95.5%	57,184	3,026,559	97.3%	210,062	6.76%
2015	3,007,354	2,975,988	99.0%	93,199	3,069,187	102.1%	148,229	4.93%
2016	3,051,754	3,070,130	100.6%	73,498	3,143,628	103.0%	56,355	1.85%
2017	3,395,297	3,289,025	96.9%	62,065	3,351,090	98.7%	100,562	2.96%
2018	3,508,762	3,471,199	98.9%	119,591	3,590,790	102.3%	18,535	0.53%

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

(2) Incorporation was effective in June, 2009

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%
2017	67,357,446	492,378,991	4,845,322	32,302,147	3,621,263	24,141,753	17,138,700	57,129,000	92,962,731	605,951,891	3.9%
2018	68,110,377	497,882,873	4,961,865	33,079,100	3,755,232	25,034,880	18,825,490	62,751,633	95,652,964	618,748,486	2.9%

(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**  
Last Ten Fiscal Years

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
2017	30.4	3.70	34.10	42.13	1.750	43.88	54.72	12.33	67.05	145.03
2018	30.4	3.70	34.10	44.37	3.580	47.95	56.11	10.94	67.05	149.10

(1) Incorporation was effective in June, 2009

Source: City of Byram

**City of Byram**  
**Table 9**  
**Principal Taxpayers**  
Current and Ten Years Ago  
(amounts expressed in thousands)

Taxpayer	2018				2009			
	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation
Hinds Bradford Place Apartments LLC	Apartment	2,899,182	1	31.35%				
Spring Lake Town Park LLC	Apartment	\$ 1,869,960	2	20.22%				
Reserve of Byram II LLC	Apartment	1,519,052	3	16.42%				
Kroger Limited Partnership	Grocery Store	694,360	4	7.51%				
Kelly Holdings LLC	Nursing Home	468,219	5	5.06%				
Willow Creek Retirement LLC	Nursing Home	427,854	6	4.63%				
Raworth & Harvel, LLC	Office Space	425,072	7	4.60%				
Byram Marketplace LLC	Shopping Center	414,459	8	4.48%				
Arora Inder	Hotel	342,664	9	3.71%				
BTC LLC	Shopping Center	187,774	10	2.03%				
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		\$ 9,248,596		12.66%		\$ 8,249,757		12.93%
Total taxable assessed value of other taxpayers		\$ 63,823,646		87.34%		\$ 55,566,301		87.07%
Total taxable assessed value of all taxpayers		\$ 73,072,242		100.00%		\$ 63,816,058		100.00%

(1) Incorporation was effective in June, 2009  
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 Ten 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:				
2018	City of Byram	\$8,711,461	100.00%	\$8,711,461
Overlapping:				
2018	Hinds County	85,939,000	3.72% (2)	3,196,931
2018	Hinds County Schools	76,778,000	19.41% (2)	14,902,610
Total Overlapping		<u>162,717,000</u>		<u>18,099,541</u>
Total Direct & Overlapping		<u>\$171,428,461</u>		<u>\$26,811,001</u>
Direct:				
2009	City of Byram	\$0	100.00%	\$0
Overlapping:				
2009	Hinds County	46,745,000	3.72% (2)	1,738,914
2009	Hinds County Schools	29,753,000	19.41% (2)	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) Total bonded G.O. debt less amount in debt service funds for retirement of bonds.

(2) The percentage used is based on population.

(3) Incorporation was effective in June, 2009

Note: \*Excludes bonded debt to be repaid by the Sewer Operations Fund.

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	Tax Increment Limited 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		496,257	640,000	3,532,549	68,369	8,962,175	3.21%	779
2017	4,015,000	4,700,000	207,106	575,000	3,352,499	57,260	12,906,865	3.92%	1,118
2018	3,800,000	4,355,000	556,461	510,000	3,148,291	48,827	12,418,578	3.88%	1,064

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.

(b) Incorporation was effective in June, 2009

(c) \$4.7 million in Tax Increment Financing Bonds were issued in fiscal year 2017

(d) \$5.5 million in Revenue Bonds were issued in fiscal year 2018

**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	2017	2018
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	\$92,962,731	\$95,652,964
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	13,944,410	14,347,945
Amount of Debt Applicable to Limit:										
General Long-Term Debt	-	-	-	5,000,000	4,815,000	4,625,000	4,430,000	4,225,000	4,015,000	3,800,000
Tax Increment Limited Obligations Bonds	-	-	-	0	0	0	0	0	4,700,000	4,355,000
G.O. Public Utility Bonds	-	-	-	-	-	-	700,000	640,000	575,000	510,000
Total Bonded Debt (a)	0	0	0	5,000,000	4,815,000	4,625,000	5,130,000	4,865,000	9,290,000	8,665,000
Less:										
Special Assessment Bonds	-	-	-	-	-	0	0	0	0	0
G. O. Public Utility Bonds	-	-	-	-	-	-	700,000	640,000	575,000	510,000
Total Excluded (b)	0	0	0	0	0	0	700,000	640,000	575,000	510,000
Total Net Debt Applicable to Limit (a)-(b)	0	0	0	5,000,000	4,815,000	4,625,000	4,430,000	4,225,000	8,715,000	8,155,000
Legal Debt Margin	\$0	\$11,285,405	\$11,847,450	\$7,708,495	\$8,258,342	\$8,532,153	\$8,798,828	\$9,199,140	\$5,229,410	\$6,192,945
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%	31.47%	62.50%	56.84%

(1) Incorporation was effective in June, 2009

**City of Byram**  
**Table 13**  
**Ratio of Net General Obligation Debt to Assessed Value and**  
**Net General Obligation Bonded Debt Per Capita**  
**Last Ten 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	-	-	0	-	0.00%
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	150,358	4,714,642	409,648	5.27%
2017	11.5	92,962,731	4,590,000	669,629	3,920,371	339,573	4.22%
2018	11.7	95,652,964	4,310,000	758,336	3,551,664	304,315	3.71%

(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) Special Assessment debt has been excluded.

(4) Expressed in actual dollars.

(5) Incorporation was effective in June, 2009



**City of Byram**  
**Table 14**  
**Ratio of Annual Debt Service Expenditures for**  
**General Obligation Bonded Debt to Total Governmental Expenditures (1)**  
**Last Ten 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	265,000	140,395	405,395	7,649,128	5.30%
2017	275,000	132,165	407,165	11,584,067	3.51%
2018	280,000	123,660	403,660	8,605,241	4.69%

(1) Incorporation was effective in June, 2009

**City of Byram**  
**Table 15**  
**Construction Activity (1)**  
Ten - Year Period Ending December 31, 2018  
(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%
2017	66	7,445,251	112	42	5,638,843	70	13,084,164	0.2%
2018	221	5,558,021	59	14	3,019,457	45	8,577,523	-34.4%

(1) Source: City of Byram Building Permit Section

(2) Incorporation was effective in June, 2009



**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
2017	492,378,991	66	7,445	42	5,639	70	13,084
2018	497,882,873	221	5,558	14	3,019	45	8,578

(1) From Table 16

(2) Total estimated actual value from Table 7

(3) Incorporation was effective in June, 2009

Source: City of Byram

**City of Byram**  
**Table 17**  
**Demographic and Economic Statistics**  
**Last Ten 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%
2017	11,545	28,533	329,413,485	32.4	1	5,586	4.6%
2018	11,671	27,446	320,322,266	35.2	1	5,159	4.1%

(1) Incorporation was effective in June, 2009

Source: U. S. Census Bureau

U.S. Census Bureau

Economic and Community Development Section

U. S. Labor Bureau Statistics

Hinds County School District



**City of Byram**  
**Table 18**  
**Education Related Information**  
**Last Ten 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
2017	2	1	-	-	-	5,586
2018	2	1	-	-	-	5,159

(1) Incorporation was effective in June, 2009

Source: City of Byram

**City of Byram**  
**Table 19**  
**Principal Employers**  
**Current and Ten Years Ago**

<u>Employer</u>	<u>2018</u>			<u>2009</u>		
	<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	217	1	32.63%	-		0.00%
Kroger	148	2	22.26%	122	1	26.81%
Willow Creek Nursing Home	118	3	17.74%	86	3	18.90%
Edgewood Health & Rehab	107	4	16.09%	-		0.00%
Byram Middle School	75	5	11.28%	80	4	17.58%
Gary Road Elementary	-		0.00%	91	2	20.00%
Gary Road Intermediate	-		0.00%	76	5	16.70%
Total	<u>665</u>		<u>100%</u>	<u>455</u>		<u>100%</u>

(1) Incorporation was effective in June, 2009  
Source: City of Byram, Individual companies

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

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General government	-	2	6	7	7	7	8	9	9	10
Public safety (1)	-	6	40	41	44	51	53	61	62	63
Public services	-	4	7	13	15	13	13	14	13	12
Culture and recreation	-	-	-	-	-	-	-	-	2	2
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>	<u>86</u>	<u>87</u>

Source: City of Byram

Notes:

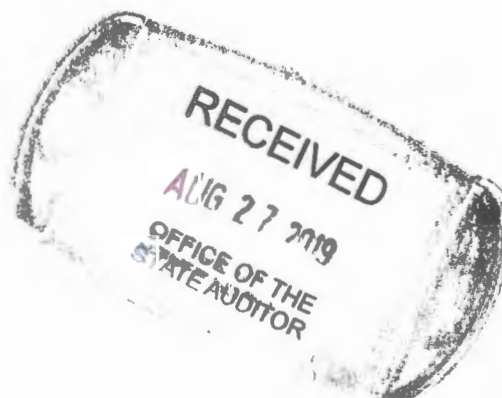
- (1) Includes Fire, Police, and Inspector
- (2) Incorporation was effective in June, 2009

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

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>General government</b>										
Building permits issued	-	242	188	227	247	250	301	490	329	372
Building inspections conducted	-	465	338	308	507	551	465	846	736	767
<b>Public safety</b>										
<b>Police</b>										
Arrests	-	-	198	436	409	291	320	490	474	462
Traffic violations	-	-	2,532	3,250	4,152	3,586	2,994	5,040	5,363	5,129
Parking violations	-	-	10	83	41	13	17	17	18	19
<b>Fire</b>										
Number of emergency calls answered	-	-	-	960	1,050	1,111	925	1,076	1,087	1,044
Number of inspections conducted	-	-	-	200	137	181	231	211	186	228
Fire insurance rating	-	7	7	7	7	7	7	7	7	5
<b>Public services</b>										
Centerline miles of road maintained:										
City	-	-	189	189	192	192	192	192	192	192
Street resurfacing (miles)	-	-	-	-	-	2.5	3.5	10.5	6	3.5
Potholes repaired	-	-	1200	1,800	2,400	2,055	3,500	738	413	257
<b>Sanitation</b>										
<b>Water</b>	N/A	N/A	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	N/A	N/A
Water main breaks	N/A	N/A	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										
<b>Sewer</b>										
Average daily sewage treatment (thousands of gallons)	-	-	-	315,000	320,000	320,000	320,000	320,000	320,000	320,000
<b>Culture and recreation</b>										
<b>Library</b>										
Volumes in collection	N/A	N/A	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	N/A	N/A
<b>Parks</b>										
Park and Athletic field permits issued	N/A	N/A	N/A	N/A	N/A	N/A	N/A	8	16	31

(1) Incorporation was effective in June, 2009

Source: City of Byram



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

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Public safety</b>										
Police										
Number of stations	-	-	1	1	1	1	1	1	1	1
Zone offices	N/A	N/A	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	32	29
Fire										
Number of stations	-	-	-	-	-	1	1	1	1	1
<b>Public services</b>										
Street miles			189	189	193	193	193	193	193	193
Street Lights	-	-	-	-	-	-	-	227	285	310
Traffic Signals	4	4	6	6	6	6	6	7	7	7
<b>Sanitation</b>										
Water										
Water mains (miles)	N/A	N/A	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	N/A	N/A
Sewer										
Sanitary sewers (miles)	-	-	-	28.85	36.67	36.67	40.5	40.5	40.5	70.84
Storm sewers (miles)	-	-	-	3	6.3	6.3	6.3	6.3	6.3	8.25
Treatment capacity (thousands of gallons)	-	-	-	191,625,000	191,625,000	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	N/A	N/A
<b>Culture and recreation</b>										
Number of Parks	N/A	N/A	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	N/A	N/A
Golf Courses	N/A	N/A	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	N/A	N/A
Recreational Trail Miles	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(1) No capital assets indicators are available for the General Government function.

(2) Incorporation was effective in June, 2009

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	\$135,400
Population (Estimated Census)	11,671	Median income-- household	\$63,932
Area in square miles	18.36	Major highways	1
Number of employees (excluding police and fire)	25	Nearest railroads:	Canadian National
Police Protection:			Illinois Central
Number of sworn officers	29	Nearest commercial airport:	Jackson- Medgar Wiley Evers
Number of residents per sworn officer	402		Runway length 8,500 feet
Education:			International Airport
Percentage of Population (> 25 yrs.) with		Nearest general airport	Hawkins Field Airport
High school diploma	93.80%		Runway length 5,387 feet
Bachelor's degree	31.5%	Nearest full-service port	Port of Vicksburg, 60 miles
		Name of waterway	Mississippi River

**Source:**

City of Byram  
<https://www.census.gov/quickfacts/fact/table/byramcitymississippi,MS/PST045216>  
[www.byram-ms.us](http://www.byram-ms.us) Byram Police 2018 annual report

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## 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, 2018, 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 March 14, 2019.

**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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of 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 have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a material weakness as Finding 2018-001.

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**

City of Byram's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. 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  
March 14, 2019

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, 2018, which collectively comprise the City of Byram's basic financial statements and have issued our report thereon dated March 14, 2019. 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 did not disclose any instances of noncompliance with other state laws and regulations.

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  
March 14, 2019

Certified Public Accountants

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

## SCHEDULE OF FINDINGS AND RESPONSES

## City of Byram, Mississippi

### Schedule of Findings and Responses For the Year Ended September 30, 2018

#### 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.            |

#### 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 2018-001**

##### Criteria:

The internal control surrounding capital assets should provide the municipality with assurance that capital assets are properly documented and all capital assets are safeguarded according to the municipal audit and compliance guide.

##### Condition:

While testing capital assets, we noted assets were not always entered correctly and consistent with the municipalities' guidance into the subsidiary software system.

##### Cause:

Internal control procedures were not in place to ensure the capital assets agree with the required municipal guidelines and there was no oversight to make sure all capital assets were properly entered into the subsidiary software system.

##### Effect:

Without strong internal controls surrounding capital assets, the municipalities is at risk of misappropriation as well as misstatement of capital assets.

##### Recommendation:

We recommend the municipality implement policies and procedures to make sure their capital asset software system is accurate.

**City of Byram, Mississippi**

**Schedule of Findings and Responses (Continued)  
For the Year Ended September 30, 2018**

**Responses:**

The City's Finance and Administration Department will develop and implement a policy and procedure for increasing the review and documentation of assets entered upon acquisition as well as auditing the documented life and the financial software's annual depreciation.

THE UNIVERSITY OF CHICAGO

DEPARTMENT OF THE HISTORY OF ARTS  
AND ARCHITECTURE

CHICAGO

THE UNIVERSITY OF CHICAGO  
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