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**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**



CITY OF BYRAM, MISSISSIPPI
For the Fiscal Year Ended September 30, 2019

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, 2019

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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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May 19, 2020

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, 2019. 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 Increment 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, 2019 approximately, 35.2 percent were represented in property taxes while 36.3 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.

The City of Byram 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/Alderswomen. 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 \$1.31 million dollars were made as well as an increase of \$638 thousand in expenditures. The addition in revenue was due to approximately \$770 thousand being recovered due to sales tax audits, \$123 thousand in SAFER grant funds for the Fire Department and prior year revenues of 2017 and 2018 remaining in the beginning balance. These funds are anticipated to be expended in fiscal year 2020 for the Henderson Road Project as well as other capital outlays. The increase of expenditures was primarily due to 14 additional firemen positions in the Fire Department and additional paving. 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 2019, Byram focused community relations by expanding its Byram Soccer League initially organized in 2016, annual Christmas Parade and the Swinging Bridge 5K and the Swinging Bridge Festival. It continues to team up with the area Junior Auxiliary to have an annual Trunk or Treat event. Fourteen Firemen were added to the Fire Department in preparation of building a second fire station. The total road reclamation of Henderson Road began in fiscal year 2019 with a completion date in fiscal year 2020. We also began a major force main project in the sewer department that will be completed in 2020.

Current Issues

Sales taxes have provided a relatively stable source of revenue for the City, but the Coronavirus pandemic and its sudden hit to the economy may impact this source of revenue. With consumer spending severely limited by social distancing and orders for people to stay at home, sale tax revenue is likely to plummet. Although it is difficult to gauge the eventual fiscal impact of the pandemic, the latest Moody's predictions are that sales tax collections most of will remain depressed throughout most of 2020.

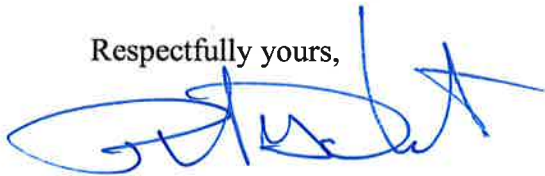
Awards and Acknowledgments

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

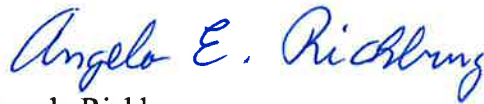
We acknowledge the thorough and professional manner in which the audit was conducted by our independent auditors, Fortenberry & Ballard, P.C., and their contribution toward the preparation of this CAFR.

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

Respectfully yours,

A handwritten signature in blue ink, appearing to read 'Richard White', with a large, stylized flourish extending from the end.

Richard White
Mayor
City of Byram

A handwritten signature in blue ink, appearing to read 'Angela E. Richburg', written in 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**

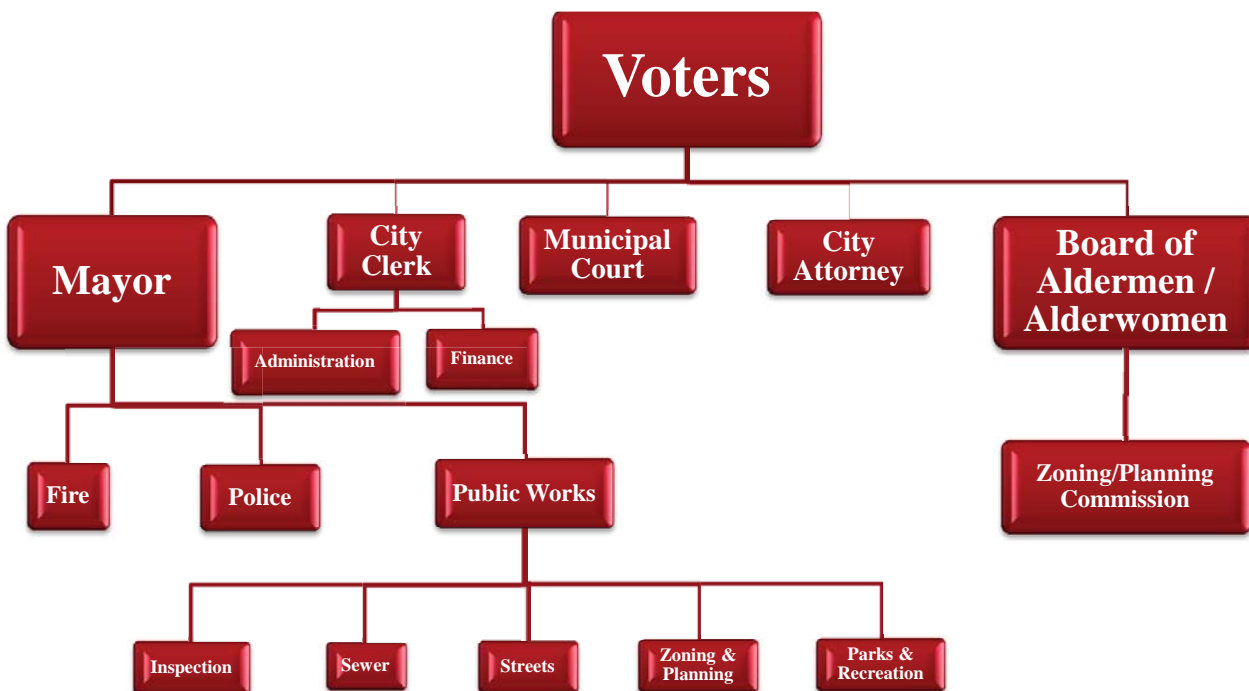
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

Christopher P. Morrell

Executive Director/CEO

City of Byram, Mississippi
Organization Chart
For the Year Ended September 30, 2019



CITY OF BYRAM, MISSISSIPPI

Listing of City Officials
As of September 30, 2019

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

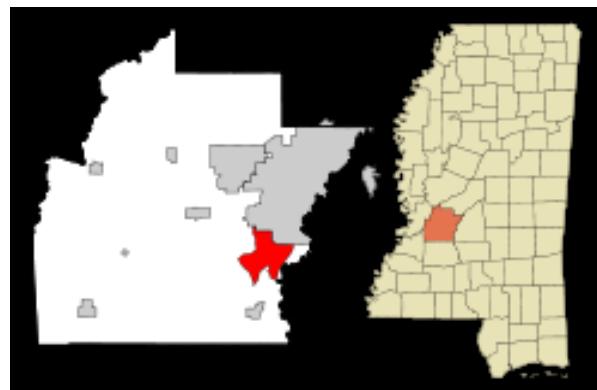
Appointed Officials

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, 2019



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, 2019, 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.

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, 2019, 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 85-90, 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-3), and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Requirements, and Audit Requirements for Federal Awards, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards, combining and individual nonmajor fund financial statements, the budgetary schedules, and the other information (Schedules D-1 to D-3), are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial

statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 19, 2020, 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 the effectiveness of the City of Byram's 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
May 19, 2020

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, 2019

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, 2019. 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 2019 increased \$2,505,324, including a prior period adjustment of \$25,789, which represents a 52% increase from fiscal year 2018. 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.
- General revenues account for \$7,658,470, or 62% of all revenues in 2019. General revenues accounted for \$6,686,229, or 75% of all revenues in 2018. Program specific revenues in the form of charges for services and grants and contributions accounted for \$4,647,867 or 38% of total revenues in 2019, compared with \$2,259,737 or 25% of total revenues in 2018.
- The City had \$9,826,802 in expenses, an amount that increased when compared with the \$9,199,716 in expenses for the prior year; \$4,647,867 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$7,658,470 for 2019 were adequate to provide for these programs. However, \$6,686,229 for 2018 were not adequate to provide for these programs.
- Among the major funds, the General Fund had \$9,189,515 in revenues and \$8,820,429 in expenditures. In 2018, the General Fund had \$6,940,688 in revenues and \$7,741,560 in expenditures. The General Fund's fund balance increased by \$378,598, from 2018 to 2019 and decreased by \$419,126, including a prior period adjustment of (\$92,223), from 2017 to 2018.
- The Enterprise Fund - Sewer Fund had \$2,007,497 in revenues and \$1,235,149 in expenses. Its net income, after non-operating revenues and expenses were included, was \$567,390, excluding a prior period adjustment of \$68,116. Last year it showed \$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.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

- Capital assets, net of accumulated depreciation, increased by \$1,435,782, in the governmental activities, including the effect of a prior period adjustment of (\$42,327), for 2019. The increase for 2019 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, increased by \$1,381,959, in the governmental activities, including the effect of a prior period adjustment of \$717,587, for 2018.
- Capital assets in the business-type activities, net of accumulated depreciation, increased \$390,962, mainly due to the additions to infrastructure and furniture and equipment. 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.
- Long-term debt decreased by \$683,086, in the governmental activities from 2018 to 2019. This decrease is mainly due to the principal payments made to principal payments on long-term debt. Long-term debt decreased by \$207,723, in the governmental activities from 2017 to 2018.
- Long-term debt decreased by \$451,039, in the business-type activities from 2018 to 2019. The decrease in the business-type activities was mainly due to the principal payments on long-term debt. Long-term debt increased by \$5,239,200, in the business-type activities from 2017 to 2018.

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, 2019

question, "How did we do financially during 2019?" 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.

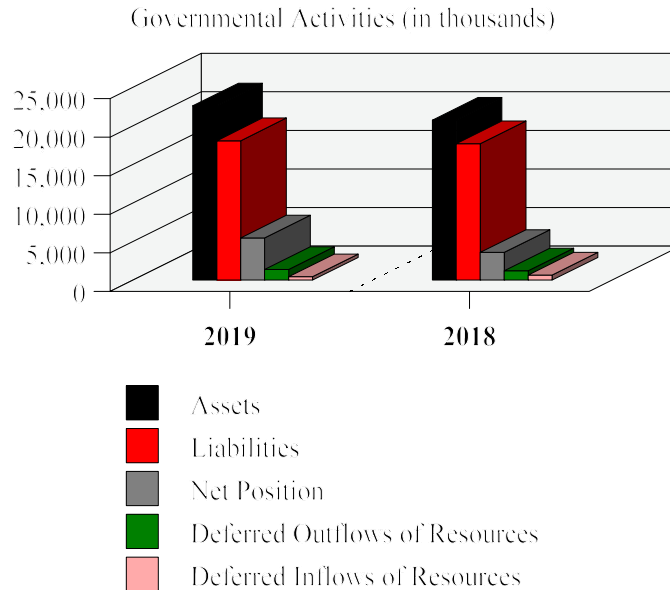
City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

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 \$7,309,074 at September 30, 2019.

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, 2019 and September 30, 2018 in the governmental activities column.



The largest portion of the City's net position for governmental activities (\$8,385,769 or 154%) 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 \$700,749 retirement of principal of long-term debt.
- Increase in net capital assets in the amount of \$1,435,782.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

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, 2019</u>	<u>September 30, 2018</u>	<u>Percentage Change</u>
Assets:			
Current assets	\$ 6,188,524	5,770,088	7%
Capital assets, net	16,396,330	14,960,548	10%
Total assets	<u>22,584,854</u>	<u>20,730,636</u>	9%
 Deferred Outflows of Resources	 <u>1,375,514</u>	 <u>1,199,631</u>	 15%
 Liabilities:			
Current liabilities	983,839	1,186,199	(17)%
Long-term debt outstanding	7,533,246	8,180,088	(8)%
Net pension liability	9,547,406	8,318,986	15%
Total liabilities	<u>18,064,491</u>	<u>17,685,273</u>	2%
 Deferred Inflows of Resources	 <u>434,400</u>	 <u>653,335</u>	 (34)%
 Net position:			
Net investment in capital assets	8,385,769	6,249,238	34%
Restricted	965,403	827,544	17%
Unrestricted	(3,889,695)	(3,485,123)	(12)%
Total net position	<u>\$ 5,461,477</u>	<u>3,591,659</u>	52%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

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)	\$ (3,889,695)
Less unrestricted deficit in net position resulting from recognition of the net pension liability including the related deferred outflows and deferred inflows	<u>8,606,292</u>
Unrestricted net position, exclusive of the net pension liability effect	<u><u>\$ 4,716,597</u></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, 2019

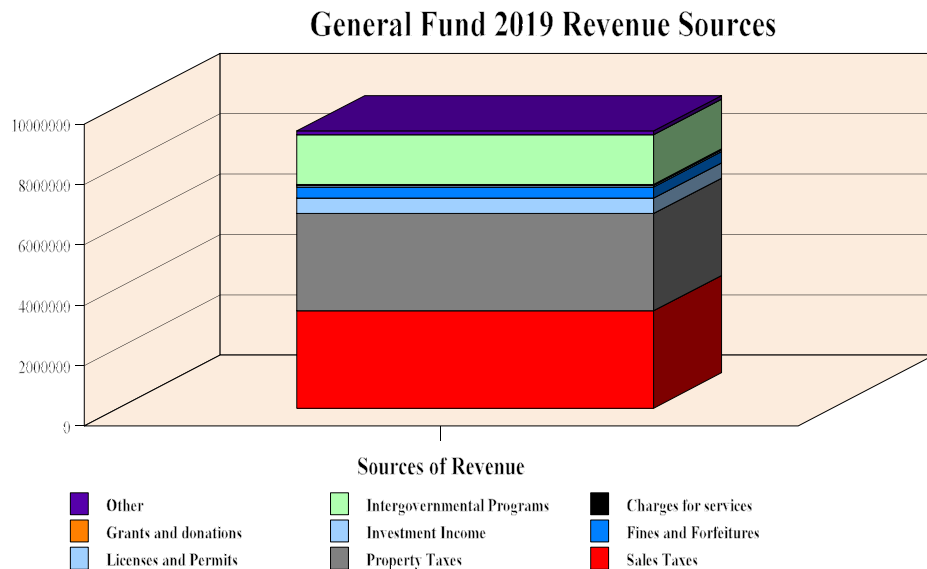
Government-Wide Condensed Statement of Activities
Governmental Activities

	<u>Year Ended September 30, 2019</u>	<u>Year Ended September 30, 2018</u>	<u>Percentage Change</u>
Revenues:			
Program revenues:			
Charges for services	\$ 1,466,293	1,006,824	46%
Operating grants and contributions	1,174,077	217,238	440%
General revenues:			
Intergovernmental / Unrestricted	3,616,127	2,802,450	29%
Property taxes	3,732,040	3,590,790	4%
Road and bridge privilege taxes	60,308	15,669	285%
Other taxes	6,385	6,385	0%
Unrestricted investment income	64,237	61,179	5%
Miscellaneous	167,398	202,329	(17)%
Total revenues	<u>10,286,865</u>	<u>7,902,864</u>	30%
Expenses:			
General government	1,713,206	1,553,934	10%
Public safety	3,453,452	4,257,675	(19)%
Public works	2,599,260	1,790,615	45%
Culture and recreation	354,453	309,794	14%
Interest on long-term debt	254,349	239,199	6%
Total expenses	<u>8,374,720</u>	<u>8,151,217</u>	3%
Increase (decrease) in net position	<u>1,912,145</u>	<u>(248,353)</u>	870%
Net Position, Beginning, as previously reported	3,591,659	3,214,648	12%
Prior Period Adjustment	(42,327)	625,364	(107)%
Net Position, Beginning, as restated	<u>3,549,332</u>	<u>3,840,012</u>	(8)%
Net Position, Ending	<u>\$ 5,461,477</u>	<u>3,591,659</u>	52%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

GENERAL GOVERNMENT FUNCTIONS

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



Revenues

The primary source of General Fund revenues is property taxes. The State of Mississippi levies a general sales tax of 7% on most retail sales. Of the amount collected by the state, each municipality receives 18.5% of the amount collected within its corporate boundaries. Sales tax accounted for 35% of General Fund revenues in fiscal year 2019. Sales tax collections in fiscal year 2019 were \$3,227,367, a 35% increase over the \$2,384,737 collected in 2018. Total General Fund operating revenues were \$9,189,515, an increase of \$2,248,827 over the prior year.

Assessed valuation within the City was \$106,489,114 for fiscal year 2019 and \$95,617,065 for fiscal year 2018. It is expected that the City will continue to attract residents and business alike. Assessed valuation within the city increased by \$10,872,049, or 11% from fiscal year 2018.

Expenditures

General Fund operating expenditures were \$8,820,429, an increase of \$1,078,869 when compared to the prior year. The following schedule presents the General Fund revenues and expenditures for the year ended September 30, 2019, and the amount and percentage of change from 2018.

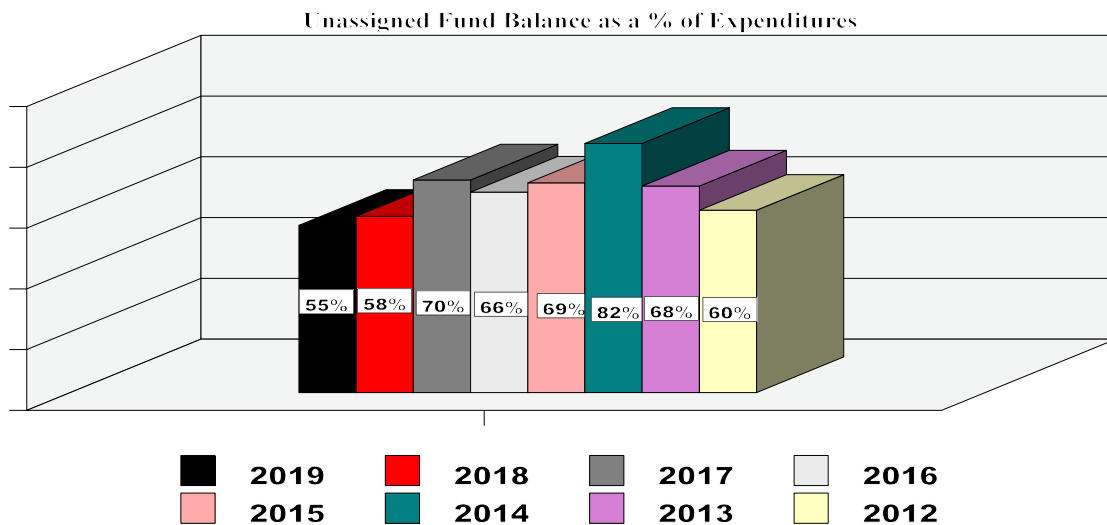
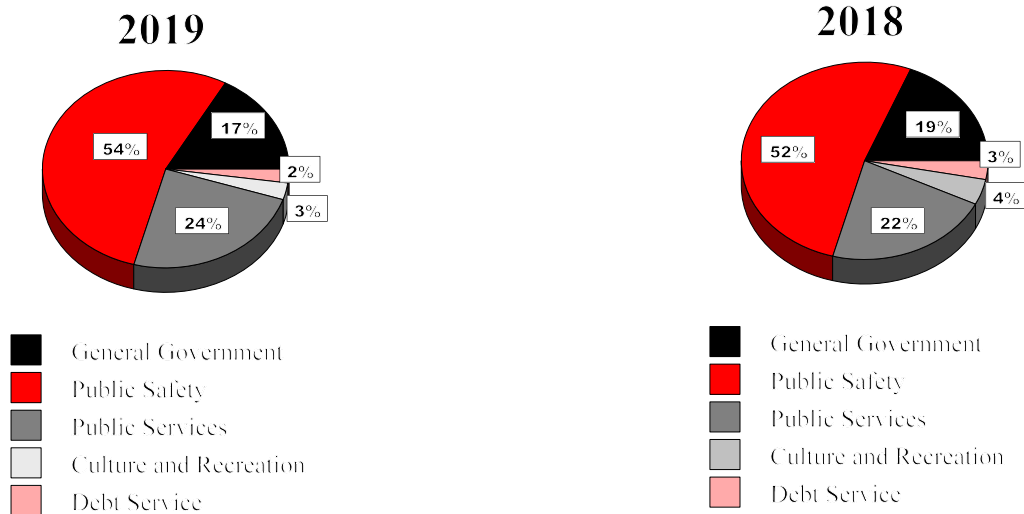
City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

GENERAL FUND (GAAP BASIS)
(in thousands)

	2019 Amount	2018 Amount	Dollar Increase (Decrease) from 2018	Percent Increase (Decrease) from 2018
Revenues:				
Sales tax	\$ 3,227	\$ 2,385	\$ 842	35.3%
Property tax	3,224	3,098	126	4.1%
Licenses and permits	510	508	2	0.4%
Fines and forfeitures	374	361	13	3.6%
Investment income	53	51	2	3.9%
Grants and donations	2	3	(1)	(33.3)%
Charges for services	28	31	(3)	(9.7)%
Intergovernmental revenues	1,651	328	1,323	403.4%
Other	120	176	(56)	(31.8)%
Total revenues	\$ 9,189	\$ 6,941	\$ 2,248	32.4%
Expenditures:				
General government	\$ 1,483	\$ 1,374	\$ 109	7.9%
Public safety	4,787	4,708	79	1.7%
Public services	2,125	1,328	797	60.0%
Culture and recreation	274	223	51	22.9%
Debt service:				
Principal	141	101	40	39.6%
Interest	10	7	3	42.9%
Total expenditures	\$ 8,820	\$ 7,741	\$ 1,079	13.9%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

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



Status of Fund Balance

On the 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, 2019 ending unassigned fund balance in the General Fund is \$4,830,375 which is 55% of the general fund operating expenditures.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

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 \$5,911,278, an increase of \$592,376. \$4,830,375 or 82% of the fund balance is unassigned, 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 \$1,080,903 or 18% 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 \$213,778 mainly due to the increase in collection of ad valorem taxes and sales tax.

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:

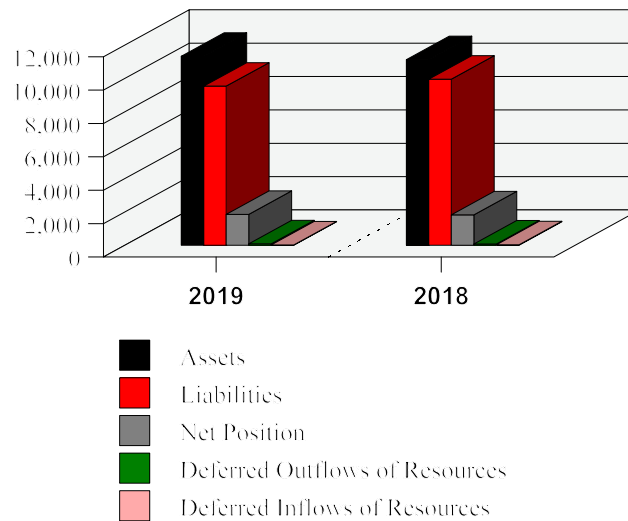
City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

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

	<u>September 30, 2019</u>	<u>September 30, 2018</u>	<u>Percentage Change</u>
Assets:			
Current assets	\$ 1,060,292	1,207,383	(12)%
Capital assets, net	<u>10,260,620</u>	<u>9,869,658</u>	<u>4%</u>
Total assets	<u>11,320,912</u>	<u>11,077,041</u>	<u>2%</u>
 Deferred outflows of resources	 <u>75,892</u>	 <u>67,854</u>	 <u>12%</u>
 Liabilities:			
Current liabilities	764,973	723,737	6%
Long-term liabilities	8,305,022	8,775,992	(5)%
Net pension liability	<u>466,473</u>	<u>410,330</u>	<u>14%</u>
Total liabilities	<u>9,536,468</u>	<u>9,910,059</u>	<u>(4)%</u>
 Deferred inflows of resources	 <u>12,739</u>	 <u>22,745</u>	 <u>(44)%</u>
 Net position:			
Net investment in capital assets	1,488,383	1,818,009	(18)%
Restricted for public works	359,214	0	N/A
Unrestricted	<u>0</u>	<u>(605,918)</u>	<u>100%</u>
Total net position	<u>\$ 1,847,597</u>	<u>1,212,091</u>	<u>52%</u>

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, 2019



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

- The \$450,308 retirement of principal of long-term debt.

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, 2019

Government-Wide Condensed Statement of Activities
Business-Type Activities

	<u>Year Ended September 30, 2019</u>	<u>Year Ended September 30, 2018</u>	<u>Percentage Change</u>
Revenues:			
Program revenues:			
Charges for services	\$ 2,007,497	1,035,675	94%
Total program revenues	2,007,497	1,035,675	94%
General revenues:			
Unrestricted investment income	11,975	7,427	61%
Total general revenues	11,975	7,427	61%
Total revenues	<u>2,019,472</u>	<u>1,043,102</u>	94%
Expenses:			
Sewer	1,452,082	1,048,499	38%
Total expenses	<u>1,452,082</u>	<u>1,048,499</u>	38%
Increase (decrease) in net position	<u>567,390</u>	<u>(5,397)</u>	10,613%
Net Position - Beginning, as previously reported	1,212,091	1,188,164	2%
Prior Period Adjustment	68,116	29,324	132%
Net Position - Beginning, as restated	1,280,207	1,217,488	5%
Net Position, Ending	<u>\$ 1,847,597</u>	<u>1,212,091</u>	52%

Sewer Fund

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

	<u>September 30, 2019</u>	<u>September 30, 2018</u>
Operating Revenues	\$ 2,007,497	1,035,675
Operating Expenses	1,235,149	924,622
Operating Income (Loss)	\$ 772,348	111,053

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

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 \$367,292. The larger variances for areas that exceeded the budget include \$52,367 in additional sales tax, \$222,783 in additional automobile, real property taxes and road and bridge taxes, additional licenses and permits in the amount of \$6,716, additional fines and forfeitures in the amount of \$7,613 as well as \$11,790 in miscellaneous income. The overage in Intergovernmental programs of \$66,023 due to the timing of receiving these reimbursements was mostly offset by the additional incomes in a newly funded U.S. Department of Homeland Security SAFER Grant, Homestead Exemption reimbursement funds and Fire Insurance Rebate funds.

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 \$114,137 remained unobligated mostly due to unused consulting and legal services as well as advertising, insurance and travel. Personnel had a remaining balance of \$17,233 due to unspent funds for benefits and overtime while capital outlay remained balance with a balance of \$20,430 due to funds unspent on office equipment and furniture. Supplies were left with a remaining balance \$9,920 mostly due to money unspent for office supplies, other supplies and vehicle repair and maintenance. Public Safety's largest budget variance was in Personnel Services totaling \$271,527. This was caused by unused benefits in the Fire and Police Departments as well as the timing of filling positions. The remaining balance of \$44,758 in Contract Services is largely due to reduced travel and training, and insurance rates in the Police Department as well as travel and training and maintenance agreements in the Fire Department. Public Safety had a minimal amount of \$1,733 unspent capital outlay due to savings on Fire Department furniture purchased. Public Services remained with unobligated money in personnel, supplies, services and capital outlay. Public Services largest budget variance was in Capital Outlay in the amount of \$310,584 due to the timing of street paving projects completion. The remaining balance of \$57,578 in personnel and supplies was due to an unfilled positions and street repairs and maintenance of potholes and striping of streets not being necessary. An excess of \$32,464 remaining was mainly due to the timing of final engineering services for the Henderson Road project. In Culture and Recreation, personnel service has a remaining balance of \$3,171 due Parks and Recreation having an open part-time position. Additional monies in the amount of \$38,229 not obligated in Supplies and Services for Parks and Recreation was mostly due unspent funds on the activity supplies and contract labor because of the city focusing on the soccer league and foregoing the baseball and softball leagues. A variance of \$21,430 remained in the Parks and Recreation budget for equipment installation. Other financing source has a remaining balance of \$1,559,548 due to monies remaining in the transfer out budget to record the additional ending fund balance from previous years and the current year as well as insurance proceeds.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS

Governmental Activities:

Capital Assets, Net of Accumulated Depreciation

	<u>September 30, 2019</u>	<u>September 30, 2018</u>	<u>Percentage Change</u>
Land	\$ 1,029,718	1,029,718	0%
Construction in progress	1,176,108	115,179	921%
Infrastructure	7,854,304	8,011,392	(2)%
Buildings	3,846,509	3,935,506	(2)%
Improvements other than buildings	879,988	120,438	631%
Mobile equipment	946,863	1,053,735	(10)%
Furniture and equipment	662,840	694,580	(5)%
Total	\$ 16,396,330	14,960,548	10%

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, 2019, the City of Byram had \$7,595,000 in outstanding Bonds, and \$415,561 in other Long-Term Debt. Compensated absences increased \$17,663 during the year.

Other Long-Term Obligations Debt at Year End

	<u>September 30, 2019</u>	<u>September 30, 2018</u>	<u>Percentage Change</u>
Bonds	\$ 7,595,000	8,155,000	(7)%
Other long-term debt	415,561	556,310	(25)%
Compensated absences	195,974	178,311	10%
Total	\$ 8,206,535	8,889,621	(8)%

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, 2019

Business-Type Activities:

Capital Assets, Net of Accumulated Depreciation

		<u>September 30, 2019</u>	<u>September 30, 2018</u>	<u>Percentage Change</u>
Land	\$	750,000	750,000	0%
Infrastructure		8,414,060	7,970,649	6%
Improvements other than buildings		93,237	98,625	(5)%
Mobile equipment		15,116	25,315	(40)%
Furniture and equipment		988,207	1,025,069	(4)%
Total	\$	<u><u>10,260,620</u></u>	<u><u>9,869,658</u></u>	<u><u>4%</u></u>

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, 2019, the City of Byram had \$5,760,000 in outstanding Bonds, and \$3,012,237 in Other Long-Term Debt. Compensated absences decreased \$731 during the year.

Other Long-Term Obligations Debt at Year End

		<u>September 30, 2019</u>	<u>September 30, 2018</u>	<u>Percentage Change</u>
Bonds	\$	5,760,000	6,010,000	(4)%
Other long-term debt		3,012,237	3,212,545	(6)%
Compensated absences		3,017	3,748	(20)%
Total	\$	<u><u>8,775,254</u></u>	<u><u>9,226,293</u></u>	<u><u>(5)%</u></u>

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

Current Issues

Sales taxes have provided a relatively stable source of revenue for the City, but the Coronavirus pandemic and its sudden hit to the economy may impact this source of revenue. With consumer spending severely limited by social distancing and orders for people to stay at home, sale tax revenue is likely to plummet. Although it is difficult to gauge the eventual fiscal impact of the pandemic, the latest Moody's predictions are that sales tax collections most of will remain depressed throughout most of 2020.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2019

Contacting the City's Finance Department

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

FINANCIAL STATEMENTS

CITY OF BYRAM, MISSISSIPPI

STATEMENT OF NET POSITION

SEPTEMBER 30, 2019

	Governmental Activities	Business-type Activities	Total
Assets			
Current Assets:			
Pooled cash and cash equivalents	\$ 5,948,031	\$ 767,645	\$ 6,715,676
Accounts receivable, net	240,493	292,647	533,140
Total Current Assets	6,188,524	1,060,292	7,248,816
Non-Current Assets:			
Capital assets:			
Land and construction in progress	2,205,826	750,000	2,955,826
Other capital assets, net	14,190,504	9,510,620	23,701,124
Total Non-Current Assets	16,396,330	10,260,620	26,656,950
Total Assets	22,584,854	11,320,912	33,905,766
Deferred Outflows of Resources:			
Deferred outflows - pensions	1,375,514	75,892	1,451,406
Total Deferred Outflows of Resources	1,375,514	75,892	1,451,406
Liabilities:			
Current Liabilities:			
Accounts payable	177,715	270,991	448,706
Wages and benefits payables	78,242	--	78,242
Unearned revenue	--	22,745	22,745
Other payables	21,289	--	21,289
Accrued interest payable	33,304	1,005	34,309
Long-term liabilities (due within one year):			
Bonds, notes, loans, and lease obligations, current	663,490	470,081	1,133,571
Compensated absences, current	9,799	151	9,950
Total Current Liabilities	983,839	764,973	1,748,812
Non-Current Liabilities:			
Long term liabilities (due in more than one year):			
Bonds, notes, loans, and lease obligations, noncurrent	7,347,071	8,302,156	15,649,227
Net pension liability	9,547,406	466,473	10,013,879
Compensated absences, noncurrent	186,175	2,866	189,041
Total Non-Current Liabilities	17,080,652	8,771,495	25,852,147
Total Liabilities	18,064,491	9,536,468	27,600,959
Deferred Inflows of Resources			
Deferred inflows - pensions	434,400	12,739	447,139
Total Deferred Inflows of Resources	434,400	12,739	447,139
Net Position			
Net Investment in Capital Assets	8,385,769	1,488,383	9,874,152
Restricted For:			
Debt service	902,354	--	902,354
Public works	--	359,214	359,214
Public safety	17,804	--	17,804
Unemployment benefits	45,245	--	45,245
Unrestricted	(3,889,695)	--	(3,889,695)
Total Net Position	\$ 5,461,477	\$ 1,847,597	\$ 7,309,074

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

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
Primary government:						
Governmental activities:						
General government	\$ 1,713,206	\$ 1,466,293	\$ 1,174,077	\$ 927,164		\$ 927,164
Public safety	3,453,452	--	--	(3,453,452)		(3,453,452)
Public works	2,599,260	--	--	(2,599,260)		(2,599,260)
Culture and recreation	354,453	--	--	(354,453)		(354,453)
Interest on long-term debt	254,349	--	--	(254,349)		(254,349)
Total Governmental Activities	<u>8,374,720</u>	<u>1,466,293</u>	<u>1,174,077</u>	<u>(5,734,350)</u>		<u>(5,734,350)</u>
Business-type Activities:						
Sewer	1,452,082	2,007,497	--	--	\$ 555,415	555,415
Total Business-type Activities	<u>1,452,082</u>	<u>2,007,497</u>	<u>--</u>	<u>--</u>	<u>555,415</u>	<u>555,415</u>
Total Primary Government	<u>\$ 9,826,802</u>	<u>\$ 3,473,790</u>	<u>\$ 1,174,077</u>	<u>(5,734,350)</u>	<u>555,415</u>	<u>(5,178,935)</u>
General Revenues:						
Intergovernmental / Unrestricted				3,616,127	--	3,616,127
Property taxes				3,732,040	--	3,732,040
Road and bridge privilege taxes				60,308	--	60,308
Other taxes				6,385	--	6,385
Unrestricted investment income				64,237	11,975	76,212
Miscellaneous				167,398	--	167,398
Total General Revenues				<u>7,646,495</u>	<u>11,975</u>	<u>7,658,470</u>
Change in Net Position				<u>1,912,145</u>	<u>567,390</u>	<u>2,479,535</u>
Net Position - Beginning, as previously reported				3,591,659	1,212,091	4,803,750
Prior Period Adjustment				(42,327)	68,116	25,789
Net Position - Beginning, as restated				<u>3,549,332</u>	<u>1,280,207</u>	<u>4,829,539</u>
Net Position - Ending				<u>\$ 5,461,477</u>	<u>\$ 1,847,597</u>	<u>\$ 7,309,074</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
 BALANCE SHEET - GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2019

	General Fund	Other Governmental Funds	Total Governmental Funds
Assets:			
Pooled cash and cash equivalents	\$ 4,865,248	\$ 1,082,783	\$ 5,948,031
Receivables	240,493	--	240,493
Total Assets	<u>\$ 5,105,741</u>	<u>\$ 1,082,783</u>	<u>\$ 6,188,524</u>
Liabilities and Fund Balances:			
Liabilities:			
Accounts payable	\$ 175,835	\$ 1,880	\$ 177,715
Wages and benefits payable	78,242	--	78,242
Other payables	21,289	--	21,289
Total Liabilities	<u>275,366</u>	<u>1,880</u>	<u>277,246</u>
Fund Balances:			
Restricted:			
Unemployment benefits	--	45,245	45,245
Public safety	--	17,804	17,804
Debt services	--	935,658	935,658
Assigned:			
Marketing	--	82,196	82,196
Unassigned	4,830,375	--	4,830,375
Total Fund Balances	<u>4,830,375</u>	<u>1,080,903</u>	<u>5,911,278</u>
Total Liabilities and Fund Balances	<u>\$ 5,105,741</u>	<u>\$ 1,082,783</u>	<u>\$ 6,188,524</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, 2019*

Total fund balances for governmental funds	\$ 5,911,278
--	--------------

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.	16,396,330
Liabilities due in one year are not recognized in the funds.	(673,289)
Payables for bond principal which are not due in the current period are not reported in the funds.	(7,015,000)
Payables for leases principal which are not due in the current period are not reported in the funds.	(332,071)
Payables for bond interest which are not due in the current period are not reported in the funds.	(33,304)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(186,175)
Recognition of the Municipality's proportionate share of the net pension liability is not reported in the funds.	(9,547,406)
Deferred Inflows of Resources related to the pension plan are not reported in the funds.	(434,400)
Deferred Outflows of Resources related to the pension plan are not reported in the funds.	<u>1,375,514</u>

Net position of governmental activities	<u>\$ 5,461,477</u>
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The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPISTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenues:			
Sales taxes	\$ 3,227,367	\$ 388,760	\$ 3,616,127
Property taxes	3,223,526	508,514	3,732,040
Licenses and permits	510,216	--	510,216
Fines and forfeitures	373,738	--	373,738
Investment income	53,148	11,089	64,237
Grants and donations	2,201	20,900	23,101
Charges for services	28,144	--	28,144
Intergovernmental programs	1,650,878	143,927	1,794,805
Other	120,297	14,648	134,945
Total Revenues	<u>9,189,515</u>	<u>1,087,838</u>	<u>10,277,353</u>
Expenditures:			
Current:			
General government	1,482,837	15,511	1,498,348
Public safety	4,787,369	--	4,787,369
Public services	2,125,477	--	2,125,477
Culture and recreation	274,050	61,971	336,021
Debt service:			
Principal	140,749	560,000	700,749
Interest	9,947	234,328	244,275
Other	--	2,250	2,250
Total Expenditures	<u>8,820,429</u>	<u>874,060</u>	<u>9,694,489</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>369,086</u>	<u>213,778</u>	<u>582,864</u>
Other Financing Sources (Uses):			
Insurance proceeds	9,512	--	9,512
Total Other Financing Sources (Uses)	<u>9,512</u>	<u>--</u>	<u>9,512</u>
Net Change in Fund Balances	378,598	213,778	592,376
Fund Balances - Beginning	4,451,777	867,125	5,318,902
Fund Balances - Ending	<u>\$ 4,830,375</u>	<u>\$ 1,080,903</u>	<u>\$ 5,911,278</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, 2019*

Net change in fund balances - total governmental funds	\$ 592,376
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	2,293,790
The depreciation of capital assets used in governmental activities is not reported in the funds.	(799,957)
Trade-in or disposal of capital assets decrease net position in the SOA but not in the funds.	(15,724)
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.	140,749
(Increase) decrease in accrued interest from beginning of period to end of period.	(7,824)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(17,663)
Pension contributions made after the measurement date but in current FY were de-expended & reduced NPL.	170,113
The Municipality's share of the unrecognized deferred inflows and outflows for the pension plan was amortized.	421,033
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	(1,424,748)
Change in net position of governmental activities	\$ <u>1,912,145</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI

STATEMENT OF NET POSITION

ENTERPRISE FUNDS

SEPTEMBER 30, 2019

	Enterprise Fund
	Sewer Fund
Assets	
Current Assets:	
Cash and cash equivalents	\$ 767,645
Receivables (net of allowances for uncollectibles)	292,647
Total Current Assets	1,060,292
Non-current Assets:	
Land and construction in progress	750,000
Capital assets (net of accumulated depreciation)	9,510,620
Total Non-current Assets	10,260,620
Total Assets	11,320,912
Deferred Outflows of Resources	
Deferred outflows - pensions	75,892
Total Deferred Outflows of Resources	75,892
Liabilities	
Current Liabilities:	
Accounts payable	270,991
Interest payable	1,005
Unearned revenue	22,745
Bonds, loans, and lease obligations, current	470,081
Compensated absences - current	151
Total Current Assets	764,973
Non-current Liabilities:	
Notes, loans, and lease obligations, noncurrent	8,302,156
Compensated absences - non-current	2,866
Net pension liability	466,473
Total Non-current Liabilities	8,771,495
Total Liabilities	9,536,468
Deferred Inflows of Resources	
Deferred inflows - pensions	12,739
Total Deferred Inflows of Resources	12,739
Net Position	
Net investment in capital assets	1,488,383
Restricted for Public Works	359,214
Total Net Position	\$ 1,847,597

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, 2019

	Enterprise Fund Sewer Fund
Operating Revenues:	
Charges for services	\$ 2,007,497
Total Operating Revenues	<u>2,007,497</u>
Operating Expenses:	
Personal services - salaries and wages	166,208
Personal services - employee benefits	107,559
Purchased professional and technical services	456,892
Supplies	203,422
Depreciation	300,368
Miscellaneous	700
Total Operating Expenses	<u>1,235,149</u>
Operating Income	<u>772,348</u>
Non-Operating Revenues (Expenses):	
Interest revenue	11,975
Debt service interest	(216,933)
Total Non-operating Revenues (Expenses)	<u>(204,958)</u>
Net income	<u>567,390</u>
Net Position - Beginning, as previously reported	1,212,091
Prior Period Adjustment	68,116
Net Position - Beginning, as restated	<u>1,280,207</u>
Net Position - Ending	<u>\$ 1,847,597</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Enterprise Fund Sewer Fund
Cash Flows from Operating Activities:	
Cash Received from Customers	\$ 1,776,210
Cash Payments to Employees for Services	(291,811)
Cash Payments to Other Suppliers for Goods and Services	(702,758)
Other Operating Cash Receipts (Payments)	(700)
Net Cash Provided (Used) by Operating Activities	<u>780,941</u>
Cash Flows from Capital and Related Financing Activities:	
Principal and Interest Paid	(522,408)
Acquisition or Construction of Capital Assets	(691,330)
Net Cash Provided (Used) for Capital & Related Financing Activities	<u>(1,213,738)</u>
Cash Flows from Investing Activities:	
Interest and Dividends on Investments	11,975
Net Cash Provided (Used) for Investing Activities	<u>11,975</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(420,822)
Cash and Cash Equivalents at Beginning of Year	1,188,467
Cash and Cash Equivalents at End of Year	<u>\$ 767,645</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ 772,348
Adjustments to Reconcile Operating Income to Net Cash	
Provided by Operating Activities	
Depreciation	300,368
Change in Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources:	
Decrease (Increase) in Receivables	(231,287)
Decrease (Increase) in Deferred Outflows	(8,038)
Increase (Decrease) in Deferred Inflows	(10,006)
Increase (Decrease) in Interfund Payables	(42,444)
Total Adjustments	<u>8,593</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 780,941</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, 2019

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

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, 2019.

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, 2019

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/Aldermen 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, 2019.

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, 2019

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 supplementary 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, 2019

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 and deferred inflows of resources 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, 2019

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, 2019.

F. BUDGETS AND BUDGETARY INFORMATION

The budget is adopted annually by the Mayor and the Board of Aldermen/Aldermwomen, 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/Aldermwomen. 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, 2019

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.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

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, 2019

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.

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 for 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

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

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	\$	45,245
Public Safety		17,804
Debt Services		902,354
Total	\$	<u>965,403</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 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.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

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:	
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.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

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.

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.

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 \$6,715,676 and the bank balance was \$6,938,551.

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, 2019, none of the City's bank

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

balance of \$6,938,551 was exposed to custodial credit risk.

3. RECEIVABLES

Accounts receivable at September 30, 2019, consisted of the following:

	General Fund	Enterprise Fund	Total
Utility Customers	\$	292,647	292,647
Other	240,493		240,493
Total	\$ 240,493	292,647	533,140

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, 2019, upon which the levy was based, was \$84,703,467. The taxes thus assessed are due and payable as follows:

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

If taxes remain unpaid, the property subject to a tax lien is sold for taxes on the fourth Monday of August. Property taxes receivable reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet represent amounts due for unpaid delinquent property taxes at September 30, 2019. 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, 2019

5. CAPITAL ASSETS

	Balance 10-1-2018	Additions	Deletions	Completed Construction	Adjustments	Balance 9-30-2019
<u>Non-depreciable capital assets:</u>						
Land	\$ 1,029,718					1,029,718
Construction in progress	115,179	1,394,930		(291,674)	(42,327)	1,176,108
Total non-depreciable capital assets	1,144,897	1,394,930	0	(291,674)	(42,327)	2,205,826
<u>Depreciable capital assets:</u>						
Infrastructure	15,091,906	157,088				15,248,994
Buildings	4,357,547					4,357,547
Improvements other than buildings	143,646	513,246		291,674		948,566
Mobile equipment	2,220,298	142,933	115,660			2,247,571
Furniture and equipment	1,736,281	85,593	25,262			1,796,612
Total depreciable capital assets	23,549,678	898,860	140,922	291,674	0	24,599,290
<u>Less accumulated depreciation for:</u>						
Infrastructure	7,080,514	314,176				7,394,690
Buildings	422,041	88,997				511,038
Improvements other than buildings	23,208	45,370				68,578
Mobile equipment	1,166,563	235,857	101,712			1,300,708
Furniture and equipment	1,041,701	115,557	23,486			1,133,772
Total accumulated depreciation	9,734,027	799,957	125,198	0	0	10,408,786
Total depreciable capital assets, net	13,815,651	98,903	15,724	291,674	0	14,190,504
Governmental activities capital assets, net	\$ 14,960,548	1,493,833	15,724	0	(42,327)	16,396,330

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	\$ 67,286
Culture and Recreation	2,276
Public Safety	308,219
Public Works	422,176
Total depreciation expense	\$ 799,957

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

6. LONG - TERM OBLIGATIONS

A. Changes in Long-Term Obligations

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

	Balance 10-1-2018	Additions	Reductions	Balance 9-30-2019	Amounts due within one year
<u>Bonds</u>					
Public Improvement	\$ 3,800,000		220,000	3,580,000	230,000
Tax Increment Financing Bonds	4,355,000		340,000	4,015,000	350,000
Total General Obligation Bonds	8,155,000	0	560,000	7,595,000	580,000
<u>Other Long - Term Debt</u>					
Motorola Lease Purchases	57,449		57,449	0	0
Caterpillar CB24B Asphalt Compactor	10,157		3,092	7,065	7,065
Caterpillar 420F2 Backhoe Loader	38,191		5,471	32,720	5,575
Fire Truck Lease	450,513		74,737	375,776	70,850
Compensated Absences	178,311	98,860	81,197	195,974	9,799
Total Other Long-Term Debt	734,621	98,860	221,946	611,535	93,289
Total Long-Term Debt	\$ 8,889,621	98,860	781,946	8,206,535	673,289

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 9-30-2019
<u>Bonds</u>					
Public Improvement	8/1/12	8/1/32	2.4 - 3.4%	\$ 5,000,000	3,580,000
Tax Increment Financing Bonds	8/16/17	7/1/29	3.05%	4,700,000	4,015,000
Total Bonds				9,700,000	7,595,000
<u>Other Long - Term Debt</u>					
Motorola Leases Purchases	10/1/13	10/1/18	3.56%	266,633	0
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	43,682	7,065
Caterpillar 420F2 Backhoe Loader	12/15/15	1/15/21	2.05%	53,063	32,720
Fire Truck - Lease	4/6/18	11/1/23	2.95%	450,513	375,776
Total Other Long-Term Debt				\$ 813,891	415,561
Total Long-Term Debt				\$ 10,513,891	8,010,561

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

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
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		655,000	140,808	795,808
2025 - 2029		3,570,000	1,358,955	4,928,955
2030 - 2032		950,000	45,960	995,960
Total	\$	<u>7,595,000</u>	<u>2,298,593</u>	<u>9,893,593</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, 2019, the amount of outstanding bonded debt was equal to 7% property assessments of \$106,489,114, computed as follows:

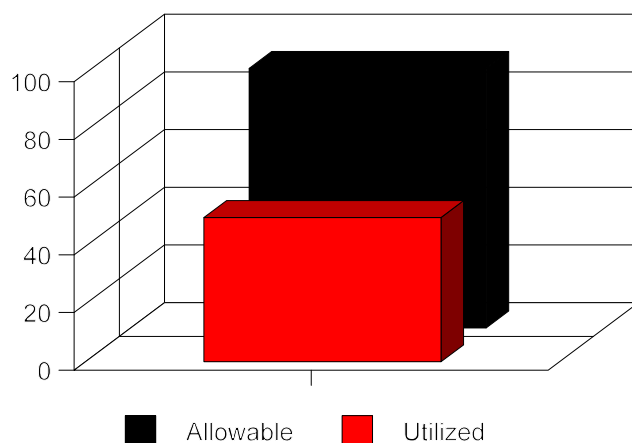
Bonded Debt:	
Bonds	\$ 3,580,000
Enterprise Fund	(5,760,000)
Less Excludable Debt:	
Enterprise Fund	<u>(5,760,000)</u>
Total Debt Subject to Limitation	<u>\$ 3,580,000</u>
Assessed Valuation	\$ 106,489,114
Percentage	3%

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, 2019

Bond Debt Capacity



Other Long-term Debt

Motorola Lease Purchases

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			
Year Ending September 30	Principal	Interest	Total		
2020	\$ 7,065	5	7,070		

* The original issue amount totaled \$43,682 that was split between business-type and governmental funds. This debt will be retired from the General Fund.

Caterpillar 420F2 Backhoe Loader

Annual debt service requirements to maturity are as follows:

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

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

<u>Year Ending September 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$	5,575	628	6,203
2021		27,145	184	27,329
Total	\$	32,720	812	33,532

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

<u>Year Ending September 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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	\$	375,776	33,900	409,676

This debt is to be retired from the General Fund.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

7. BUSINESS-TYPE ACTIVITIES - CAPITAL ASSETS

The following is a summary of the capital assets of the Enterprise Fund at September 30, 2019:

	Balance 10-1-2018	Additions	Balance 9-30-2019
<u>Non-depreciable capital assets:</u>			
Land	\$ 750,000		750,000
Total non-depreciable capital assets	<u>750,000</u>	<u>0</u>	<u>750,000</u>
<u>Depreciable capital assets:</u>			
Infrastructure	8,678,228	653,637	9,331,865
Improvements other than buildings	118,319		118,319
Mobile equipment	75,627		75,627
Furniture and equipment	<u>1,282,497</u>	<u>37,693</u>	<u>1,320,190</u>
Total depreciable capital assets	<u>10,154,671</u>	<u>691,330</u>	<u>10,846,001</u>
<u>Less accumulated depreciation for:</u>			
Infrastructure	707,579	210,226	917,805
Improvements other than buildings	19,694	5,388	25,082
Mobile equipment	50,312	10,199	60,511
Furniture and equipment	<u>257,428</u>	<u>74,555</u>	<u>331,983</u>
Total accumulated depreciation	<u>1,035,013</u>	<u>300,368</u>	<u>1,335,381</u>
Total depreciable capital assets, net	<u>9,119,658</u>	<u>390,962</u>	<u>9,510,620</u>
Business-type activities capital assets, net	<u>\$ 9,869,658</u>	<u>390,962</u>	<u>10,260,620</u>

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

8. BUSINESS-TYPE ACTIVITIES - LONG-TERM DEBT

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

	Balance 10-1-2018	Additions	Reductions	Balance 9-30-2019	Amounts due within one year
<u>General Obligation Bonds</u>					
General Obligation Bond, Series 2015	\$ 510,000		65,000	445,000	70,000
Sewer System Revenue Bonds	5,500,000		185,000	5,315,000	190,000
Total General Obligation Bonds	<u>6,010,000</u>	<u>0</u>	<u>250,000</u>	<u>5,760,000</u>	<u>260,000</u>
<u>Other Long - Term Debt</u>					
State Revolving Fund (SRF) Sewer Improvements Loan	2,023,521		132,226	1,891,295	136,933
State Revolving Fund (SRF) Water Pollution Loan	488,704		27,862	460,842	28,353
State Revolving Fund (SRF) Water Pollution Loan	651,912		31,597	620,315	32,155
Caterpillar CB24B Asphalt Compactor	10,236		3,171	7,065	7,065
Caterpillar 420F2 Backhoe Loader	38,172		5,452	32,720	5,575
Compensated Absences	3,748	6,248	6,979	3,017	151
Total Other Long-Term Debt	<u>3,216,293</u>	<u>6,248</u>	<u>207,287</u>	<u>3,015,254</u>	<u>210,232</u>
	<u>\$ 9,226,293</u>	<u>6,248</u>	<u>457,287</u>	<u>8,775,254</u>	<u>470,232</u>

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2019
<u>Bonds</u>					
General Obligation Bond, Series 2015	9/1/15	9/1/25	2.1-3.0%	\$ 700,000	445,000
Sewer System Revenue Bonds	3/8/18	9/30/38	3.375-4.0%	5,500,000	5,315,000
Total General Obligation Bonds				<u>\$ 6,200,000</u>	<u>5,760,000</u>
<u>Other Long - Term Debt</u>					
State Revolving Fund (SRF) Sewer Improvements Loan	9/1/12	5/1/32	1.75%	2,750,000	1,891,295
State Revolving Fund (SRF) Water Pollution Loan	5/1/14	2/1/34	1.75%	677,082	460,842
State Revolving Fund (SRF) Water Pollution Loan	9/21/16	6/1/36	1.75%	708,425	620,315
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	21,841	7,065
Caterpillar 420F2 Backhoe Loader	12/15/15	01/15/21	2.05%	53,062	32,720
Total Other Long-Term Debt				<u>\$ 4,210,410</u>	<u>3,012,237</u>
Total Long-Term Debt				<u>\$ 10,410,410</u>	<u>8,772,237</u>

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, 2019

<u>Year Ending June 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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		300,000	169,374	469,374
2025 - 2029		1,355,000	683,394	2,038,394
2030 - 2034		1,535,000	430,588	1,965,588
2035 - 2038		1,470,000	136,676	1,606,676
Total	\$	<u>5,760,000</u>	<u>2,199,558</u>	<u>7,959,558</u>

This debt will be paid from the Sewer Fund.

Other Long-Term Debt

State Revolving Fund (SRF) Sewer Improvements loan:

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

<u>Year Ending June 30</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$	136,933	32,022	168,955
2021		136,933	29,648	166,581
2022		139,349	27,232	166,581
2023		141,807	24,774	166,581
2024		144,308	22,273	166,581
2025 - 2029		760,638	72,266	832,904
2030 - 2032		431,327	10,515	441,842
Total	\$	<u>1,891,295</u>	<u>218,730</u>	<u>2,110,025</u>

This debt will be paid from the Sewer Fund.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

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>
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		30,407	5,784	36,191
2025 - 2029		160,273	20,681	180,954
2030 - 2034		153,714	6,128	159,842
Total	\$	460,842	60,909	521,751

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>
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		34,484	8,269	42,753
2025 - 2029		181,765	32,001	213,766
2030 - 2034		198,372	16,527	214,899
2035 - 2036		73,631	52	73,683
Total	\$	620,315	95,799	716,114

This debt will be retired from the Sewer Fund.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

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>
2020	\$ 7,065	5	7,070

* 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>
2020	\$ 5,575	628	6,203
2021	27,145	184	27,329
Total	\$ 32,720	812	33,532

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 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.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

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

Contributions. At September 30, 2019, 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, 2019 was 17.40% 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, 2019, 2018 and 2017 were \$618,164, \$536,668, and \$508,408, 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, 2019, the City reported a liability of \$10,013,879 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contribution to the pension plan relative to projected contributions of all participating entities, actuarially determined. The City's proportionate share used to calculate the September 30, 2019 net pension liability was 0.056923 percent, which was based on a measurement date of June 30, 2019. This was an increase of 0.00444 percent from its proportionate share used to calculate the September 30, 2018 net pension liability, which was based on a measurement date of June 30, 2018.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

For the year ended September 30, 2019, the City recognized pension expense of \$1,489,864. At September 30, 2019, 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	\$ 5,462	9,434
Net difference between projected and actual earnings on pension plan investments	182,874	
Changes of assumptions	97,989	
Changes in proportion and differences between City contributions and proportionate share of contributions	987,193	437,705
City contributions subsequent to the measurement date	177,888	
Total	<u>\$ 1,451,406</u>	<u>447,139</u>

\$177,888 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, 2020. 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:	
2020	\$ 420,311
2021	179,388
2022	180,964
2023	45,716
Total	<u>\$ 826,379</u>

Actuarial assumptions. The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Salary increases	3.00 – 18.25 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PubS.H-2010(B) Retiree Table with the following adjustments. For males 112% of male rates from ages 18 to 75 scaled down to 105% for ages 80 to 119. For females 85% of the female rates from ages 18 to 65 scaled up to 102% for ages 75 to 119. Mortality rates will be projected generationally using the MP-2018 projection scale to account for future improvements in life expectancy.

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

The actuarial assumptions are based on the experience investigation for the four-year period ending June 30, 2018.

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.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	27.00 %	4.90%
International Equity	22.00	4.75
Global Equity	12.00	5.00
Debt Securities	20.00	1.50
Real Estate	10.00	4.00
Private Equity	8.00	6.25
Cash Equivalents	1.00	0.25
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 (17.40%). 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 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate:

	<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	\$ 13,163,591	\$ 10,013,879	\$ 7,414,074

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

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2019

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, 2019, to January 1, 2020. The pool may make an overall supplemental assessment or declare a refund depending on the loss experience of all the entities it insures. A report can be obtained by accessing the following website: <http://www.mwcc.state.ms.us/> or by writing to the Mississippi Workers' Compensation Commission at PO Box 5300, Jackson, Mississippi 39296-5300.

11. PRIOR PERIOD ADJUSTMENTS

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

Exhibit A-2 - Statement of Activities

<u>Explanation:</u>	<u>Amount</u>
<u>Governmental Activities:</u>	
Adjustments were made to properly present capital assets at year end.	\$ <u>(42,327)</u>
<u>Business-Type Activities:</u>	
Net effect of prior year errors in recording revenues and expenses.	\$ <u>68,116</u>
Total	\$ <u><u>25,789</u></u>

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	Net effect of prior year errors in recording revenues and expenses.	\$ <u>68,116</u>

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

12. CONTINGENCIES

Litigation - The City is party to legal proceedings, many of which occur in the normal course of governmental operations. It is not possible at the present time to estimate the outcome or liability, if any, of the City will respect to the various proceedings. However, the City's legal counsel believes that ultimate liability resulting from these lawsuits will not have a material adverse effect on the financial condition of the City.

13. EFFECT OF DEFERRED AMOUNTS IN NET POSITION

The unrestricted net position amount of (\$3,889,695) 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 \$177,888 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, 2020. The \$1,273,518 balance of deferred outflow of resources, at September 30, 2019, will be recognized in pension expense over the next four years.

The unrestricted net position amount of (\$3,889,695) includes the effect of deferring the recognition of revenues resulting from a deferred inflow from pensions. The \$447,139 balance of deferred inflow of resources, at September 30, 2019 will be recognized as a revenue and will increase the unrestricted net position over the next three years.

14. INSURANCE PROCEEDS

The City of Byram received \$9,512 in insurance proceeds related to repairs to an air conditioner, generator, vehicle and street sign damage during the 2018 - 2019 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, 2019.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2019

16. OTHER COMMITMENTS

Commitments under construction contracts are described in Note 5.

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, 2019

Exhibit B-1

	Budgeted Amounts		Actual	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Sales taxes	\$ 2,405,000	3,175,000	3,227,367	52,367
Property taxes	3,000,743	3,000,743	3,223,526	222,783
Licenses and permits	475,500	503,500	510,216	6,716
Fines and forfeitures	366,125	366,125	373,738	7,613
Investment income	45,000	45,000	53,148	8,148
Grants and donations	1,000	1,000	2,201	1,201
Charges for services	21,000	21,000	28,144	7,144
Intergovernmental programs	1,071,650	1,584,855	1,650,878	66,023
Other	125,000	125,000	120,297	(4,703)
Total Revenues	7,511,018	8,822,223	9,189,515	367,292
Expenditures:				
Current:				
General government:				
Personnel services	778,594	791,829	774,596	17,233
Supplies	52,225	52,225	42,305	9,920
Services	673,127	685,678	571,541	114,137
Capital outlay/debt service	26,825	114,825	94,395	20,430
	1,530,771	1,644,557	1,482,837	161,720
Public safety				
Personnel services	3,922,130	4,132,508	3,860,981	271,527
Supplies	282,211	283,886	235,249	48,637
Services	533,420	534,205	489,447	44,758
Capital outlay/debt service	196,425	203,425	201,692	1,733
	4,934,186	5,154,024	4,787,369	366,655
Public services				
Personnel services	369,668	354,668	324,156	30,512
Supplies	143,400	143,400	116,334	27,066
Services	284,810	314,810	282,346	32,464
Capital outlay/debt service	1,507,225	1,713,225	1,402,641	310,584
	2,305,103	2,526,103	2,125,477	400,626
Culture and recreation				
Personal services	104,030	104,030	100,859	3,171
Supplies	56,600	56,600	37,325	19,275
Services	52,250	79,250	60,296	18,954
Capital outlay/debt service	40,000	97,000	75,570	21,430
	252,880	336,880	274,050	62,830
Debt service:				
Principal	140,487	140,487	140,505	(18)
Interest	10,209	10,209	10,191	18
	150,696	150,696	150,696	-
Total Expenditures	9,173,636	9,812,260	8,820,429	(991,831)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,662,618)	(990,037)	369,086	1,359,123
Other Financing Sources (Uses):				
Insurance proceeds			9,512	9,512
Transfers in	1,901,415	1,901,415		(1,901,415)
Transfers out	(1,943,315)	(3,460,963)		3,460,963
Total Other Financing Sources (Uses)	(41,900)	(1,559,548)	9,512	1,569,060
Net Change in Fund Balance	(1,704,518)	(2,549,585)	378,598	2,928,183
Fund Balances - Beginning	1,704,518	2,549,585	4,451,777	1,902,192
Fund Balances - September 30	\$ -	-	4,830,375	4,830,375

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*

	2019	2018	2017	2016	2015
City's proportionate share of the net pension liability	\$ 10,013,879	8,729,316	8,281,441	8,207,459	6,645,406
City's proportion of the net pension liability	0.056923%	0.052482%	0.049818%	0.045948%	0.042990%
City's covered payroll	3,707,225	3,351,479	3,195,829	2,939,397	2,685,752
City's proportionate share of the net pension liability as a percentage of its covered payroll	270.12%	260.46%	259.13%	279.22%	247.43%
Plan fiduciary net position as a percentage of the total pension liability	61.59%	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

	2019	2018	2017	2016	2015
Contractually required contribution	\$ 177,888	143,612	134,802	129,737	102,271
Contributions in relation to the contractually required contribution	177,888	143,612	134,802	129,737	102,271
Contribution deficiency (excess)	\$ -	-	-	-	-
City's covered payroll	1,129,448	911,822	855,886	823,727	649,340
Contributions as a percentage of covered payroll	15.75%	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, 2019

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 For the Year Ended September 30, 2019

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%.

2019

The expectation of retired life mortality was changed to the PubS.H-2010(B) Retiree Table with the following adjustments:

For males, 112% of male rates from ages 18 to 75 scaled down to 105% for ages 80 to 119.
For females, 85% of the female rates from ages 18 to 65 scaled up to 102% for ages 75 to 119.

City of Byram, Mississippi

Notes to the Required Supplementary Information (Continued)
For the Year Ended September 30, 2019

Projection scale MP-2018 will be used to project future improvements in life expectancy generationally.

The expectation of disabled mortality was changed to PubT.H-2010 Disabled Retiree for disabled retirees with the following adjustments:

For males, 137% of male rates at all ages.

For females, 115% of female rates at all ages.

Projection scale MP-2018 will be used to project future improvements in life expectancy generationally.

The price inflation assumption was reduced from 3.00% to 2.75%

The wage inflation assumption was reduced from 3.25% to 3.00%.

Withdrawal rates, pre-retirement mortality 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 7% to 9%.

(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 30, 2017 valuation for the June 30, 2019 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	38.4 years
Asset valuation method	5-year smoothed market
Price Inflation	3.00 percent
Salary increase	3.25 percent to 18.50 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

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.

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CITY OF BYRAM, MISSISSIPPI

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2019

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
Assets			
Pooled cash and cash equivalents	\$ 147,125	\$ 935,658	\$ 1,082,783
Total Assets	<u>\$ 147,125</u>	<u>\$ 935,658</u>	<u>\$ 1,082,783</u>
Liabilities and Fund Balances:			
Liabilities:			
Accounts payable	\$ 1,880	\$ --	\$ 1,880
Total Liabilities	<u>1,880</u>	<u>--</u>	<u>1,880</u>
Fund Balances:			
Restricted:			
Unemployment benefits	45,245	--	45,245
Public safety	17,804	--	17,804
Debt services	--	935,658	935,658
Assigned			
Marketing	82,196	--	82,196
Total Fund Balances	<u>145,245</u>	<u>935,658</u>	<u>1,080,903</u>
Total Liabilities and Fund Balances	<u>\$ 147,125</u>	<u>\$ 935,658</u>	<u>\$ 1,082,783</u>

CITY OF BYRAM, MISSISSIPPI

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenues:			
Sales taxes	\$ --	\$ 388,760	\$ 388,760
Property taxes	--	508,514	508,514
Investment income	1,187	9,902	11,089
Grants and donations	20,900	--	20,900
Intergovernmental programs	94,929	48,998	143,927
Other	14,648	--	14,648
Total Revenues	<u>131,664</u>	<u>956,174</u>	<u>1,087,838</u>
Expenditures:			
Current:			
General government	7,757	7,754	15,511
Culture and recreation	61,971	--	61,971
Debt service:			
Principal	--	560,000	560,000
Interest	--	234,328	234,328
Other	--	2,250	2,250
Total Expenditures	<u>69,728</u>	<u>804,332</u>	<u>874,060</u>
Net Change in Fund Balances	61,936	151,842	213,778
Fund Balances - Beginning	83,309	783,816	867,125
Fund Balances - Ending	<u>\$ 145,245</u>	<u>\$ 935,658</u>	<u>\$ 1,080,903</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, 2019

	Tourism Fund	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
Assets:				
Pooled cash and cash equivalents	\$ 82,196	\$ 17,804	\$ 47,125	\$ 147,125
Inventories				
Total Assets	<u>\$ 82,196</u>	<u>\$ 17,804</u>	<u>\$ 47,125</u>	<u>\$ 147,125</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ --	\$ --	\$ 1,880	\$ 1,880
Total Liabilities	<u>--</u>	<u>--</u>	<u>1,880</u>	<u>1,880</u>
Fund Balances:				
Restricted:				
Unemployment benefits	--	--	45,245	45,245
Public safety	--	17,804	--	17,804
Assigned:				
Marketing	82,196	--	--	82,196
Total Fund Balances	<u>82,196</u>	<u>17,804</u>	<u>45,245</u>	<u>145,245</u>
Total Liabilities and Fund Balances	<u>\$ 82,196</u>	<u>\$ 17,804</u>	<u>\$ 47,125</u>	<u>\$ 147,125</u>

CITY OF BYRAM, MISSISSIPPI

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Tourism Fund	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
Revenues:				
Investment income	\$ 471	\$ 185	\$ 531	\$ 1,187
Grants and donations	20,900	--	--	20,900
Intergovernmental programs	94,047	882	--	94,929
Other	14,648	--	--	14,648
Total Revenues	<u>130,066</u>	<u>1,067</u>	<u>531</u>	<u>131,664</u>
Expenditures:				
Current:				
General government	--	--	7,757	7,757
Culture and recreation	61,971	--	--	61,971
Total Expenditures	<u>61,971</u>	<u>--</u>	<u>7,757</u>	<u>69,728</u>
Net Change in Fund Balances	68,095	1,067	(7,226)	61,936
Fund Balances - Beginning	14,101	16,737	52,471	83,309
Fund Balances - Ending	<u>\$ 82,196</u>	<u>\$ 17,804</u>	<u>\$ 45,245</u>	<u>\$ 145,245</u>

CITY OF BYRAM, MISSISSIPPI

Tourism Fund

Special Revenue Fund

Budgetary Comparison Schedule

For the Year Ended September 30, 2019

Exhibit C-5

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Investment income	\$ 100	100	471	371
Grants and donations	17,000	17,000	20,900	3,900
Intergovernmental programs	87,500	87,500	94,047	6,547
Other	13,000	13,000	14,648	1,648
Total Revenues	117,600	117,600	130,066	12,466
Expenditures:				
Public safety:				
Supplies	5,500	5,500		5,500
Services	70,250	70,250	61,971	8,279
Total Expenditures	75,750	75,750	61,971	13,779
Excess (Deficiency) of Revenues Over (Under) Expenditures	41,850	41,850	68,095	26,245
Net Change in Fund Balances	41,850	41,850	68,095	26,245
Fund Balances - Beginning	10,315	14,090	14,101	11
Fund Balances - Ending	\$ 52,165	55,940	82,196	26,256

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

Law Enforcement Fund

Special Revenue Fund

Budgetary Comparison Schedule

For the Year Ended September 30, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
Revenues:				
Investment income	\$ 100	100	185	85
Intergovernmental programs			882	882
Total Revenues	100	100	1,067	967
Expenditures:				
Public safety:				
Supplies	3,500	3,500		3,500
Capital outlay	8,000	8,000		8,000
Total Expenditures	11,500	11,500	-	11,500
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,400)	(11,400)	1,067	12,467
Net Change in Fund Balances	(11,400)	(11,400)	1,067	12,467
Fund Balances - Beginning	14,100	14,100	16,737	2,637
Fund Balances - Ending	\$ 2,700	2,700	17,804	15,104

CITY OF BYRAM, MISSISSIPPI**Exhibit C-7**

Unemployment Fund

Special Revenue Fund

Budgetary Comparison Schedule

For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Investment income	\$ 100	100	531	431
Total Revenues	100	100	531	431
Expenditures:				
General government:				
Supplies	3,500	3,500	-	3,500
Services	-	-	7,757	(7,757)
Capital outlay/debt service	8,000	8,000	-	8,000
Total Expenditures	11,500	11,500	7,757	3,743
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,400)	(11,400)	(7,226)	4,174
Net Change in Fund Balances	(11,400)	(11,400)	(7,226)	4,174
Fund Balances - Beginning	14,100	14,100	52,471	38,371
Fund Balances - Ending	\$ 2,700	2,700	45,245	42,545

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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, 2019

	2012 GO Bond & Interest Fund	2017 BTC TIF Bond & Interest Fund	Total Nonmajor Debt Service Funds (See Exhibit C-1)
Assets:			
Pooled cash and cash equivalents	\$ 379,276	\$ 556,382	\$ 935,658
Inventories			
Total Assets	<u>\$ 379,276</u>	<u>\$ 556,382</u>	<u>\$ 935,658</u>
Liabilities and Fund Balances:			
Liabilities:			
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:			
Restricted:			
Debt services	<u>379,276</u>	<u>556,382</u>	<u>935,658</u>
Total Fund Balances	<u>379,276</u>	<u>556,382</u>	<u>935,658</u>
Total Liabilities and Fund Balances	<u>\$ 379,276</u>	<u>\$ 556,382</u>	<u>\$ 935,658</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, 2019

	2012 GO Bond & Interest Fund	2017 BTC TIF Bond & Interest Fund	Total Nonmajor Debt Service Funds (See Exhibit C-2)
Revenues:			
Sales taxes	\$ --	\$ 388,760	\$ 388,760
Property taxes	399,437	109,077	508,514
Investment income	4,522	5,380	9,902
Intergovernmental programs	7,171	41,827	48,998
Total Revenues	<u>411,130</u>	<u>545,044</u>	<u>956,174</u>
Expenditures:			
Current:			
General government	7,754	--	7,754
Debt service:			
Principal	220,000	340,000	560,000
Interest	101,500	132,828	234,328
Other	500	1,750	2,250
Total Expenditures	<u>329,754</u>	<u>474,578</u>	<u>804,332</u>
Net Change in Fund Balances	81,376	70,466	151,842
Fund Balances - Beginning	297,900	485,916	783,816
Fund Balances - Ending	<u>\$ 379,276</u>	<u>\$ 556,382</u>	<u>\$ 935,658</u>

CITY OF BYRAM, MISSISSIPPI
2012 GO Bond & Interest Fund
Debt Service Fund
Budgetary Comparison Schedule
For the Year Ended September 30, 2019

Exhibit C-10

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 307,000	307,000	399,437	92,437
Investment income	100	100	4,522	4,422
Intergovernmental programs	14,523	14,523	7,171	(7,352)
Total Revenues	321,623	321,623	411,130	89,507
Expenditures:				
General government:				
Services	6,251	6,251	7,754	(1,503)
Capital outlay/debt service	323,000	323,000	322,000	1,000
Total Expenditures	329,251	329,251	329,754	(503)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,628)	(7,628)	81,376	89,004
Net Change in Fund Balances	(7,628)	(7,628)	81,376	89,004
Fund Balances - Beginning	113,623	297,900	297,900	-
Fund Balances - Ending	\$ 105,995	290,272	379,276	89,004

CITY OF BYRAM, MISSISSIPPI**Exhibit C-11**

2017 BTC TIF Bond & Interest Fund

Debt Service Fund

Budgetary Comparison Schedule

For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Sales taxes	\$ 385,000	385,000	388,760	3,760
Property taxes	85,850	85,850	109,077	23,227
Investment income	2,000	4,500	5,380	880
Intergovernmental programs	-	-	41,827	41,827
Total Revenues	472,850	475,350	545,044	69,694
Expenditures:				
Public services:				
Capital outlay/debt services	474,578	474,578	474,578	-
Total Expenditures	474,578	474,578	474,578	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,728)	772	70,466	69,694
Net Change in Fund Balances	(1,728)	772	70,466	69,694
Fund Balances - Beginning	470,790	485,790	485,916	126
Fund Balances - Ending	\$ 469,062	486,562	556,382	69,820

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-12

Sewer Fund

Enterprise Fund

Budgetary Comparison Schedule

For the Year Ended September 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 1,901,564	1,945,714	2,007,497	61,783
Total Operating Revenues	1,901,564	1,945,714	2,007,497	61,783
Operating Expenses				
Personal services	215,244	220,169	273,767	(53,598)
Services	379,430	588,180	456,892	131,288
Supplies	85,750	104,600	203,422	(98,822)
Depreciation	1,054,400	912,500	300,368	612,132
Miscellaneous	255,350	255,350	700	254,650
Total Operating Expenses	1,990,174	2,080,799	1,235,149	845,650
Operating Income	(88,610)	(135,085)	772,348	907,433
Non-Operating Revenues (Expenses):				
Interest revenue	3,100	5,400	11,975	6,575
Reserves	404,000	404,000		(404,000)
Debt service interest	(277,784)	(277,784)	(216,933)	60,851
Total Non-Operating Revenues (Expenses)	129,316	131,616	(204,958)	(336,574)
Net Income (Loss) before Operating Transfers	40,706	(3,469)	567,390	570,859
Tranfers In	940,000	985,000		(985,000)
Net Income	980,706	981,531	567,390	(414,141)
Net Position - Beginning, as previously reported	755,601	798,601	1,212,091	413,490
Prior Period Adjustment			68,116	68,116
Net Position - Beginning, as restated	755,601	798,601	1,280,207	481,606
Net Position - Ending	\$ 1,736,307	1,780,132	1,847,597	67,465

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OTHER INFORMATION

City of Byram, Mississippi
Schedule of Surety Bonds for Municipal Officials
September 30, 2019

Name	Position	Company	Bond Amount
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
Vera Jones	Deputy Court Clerk	Travelers Casualty & Surety	\$ 50,000
Ayn Reed	Executive Assistant	Travelers Casualty & Surety	\$ 50,000
Stacy Gallagher	CID Admin Assistant	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
Gloria Smith	Sewer Billing Clerk	Travelers Casualty & Surety	\$ 50,000
Amy Tharp	Sewer Billing Clerk	Travelers Casualty & Surety	\$ 50,000
Reginald Cooper	Police Officer	Travelers Casualty & Surety	\$ 50,000
Keith Jordan	Police Officer	Travelers Casualty & Surety	\$ 50,000
Jeremy Skipper	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

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance October 1, 2018	<u>Current Year Transactions</u> Reductions	Balance September 30, 2019
Governmental Activities							
Bonds							
Public Improvement	8/1/2012	8/1/2032	2.4 - 3.4%	5,000,000	\$ 3,800,000	220,000	3,580,000
Tax Increment Financing Bonds	8/16/2017	7/1/2029	3.05%	4,700,000	4,355,000	340,000	4,015,000
Total General Obligation Bonds					\$ 8,155,000	560,000	7,595,000
Other Long-Term Debt							
Motorola Lease Purchase	10/1/2013	10/1/2018	3.56%	266,633	\$ 57,449	57,449	-
Caterpillar CB24B Asphalt Compactor	10/13/2014	10/13/2019	2.70%	21,841	10,157	3,092	7,065
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,063	38,191	5,471	32,720
Fire Truck - Lease	4/6/2018	11/1/2023	2.95%	450,513	450,513	74,737	375,776
Total Other Long-Term Debt					\$ 556,310	140,749	415,561
Total Governmental Long-Term Debt					\$ 8,711,310	700,749	8,010,561
Business-Type Activities							
Bonds							
General Obligation Bonds, Series 2015	9/1/2015	9/1/2025	2.1-3.0%	700,000	\$ 510,000	65,000	445,000
Sewer System Revenue Bonds	3/8/2018	9/30/2038	3.375-4.00%	5,500,000	5,500,000	185,000	5,315,000
Total General Obligation Bonds					\$ 6,010,000	250,000	5,760,000
Other Long-Term Debt							
State Revolving Fund (SRF) - Sewer Improvements Loan	9/1/2012	5/1/2032	1.75%	2,750,000	\$ 2,023,521	132,226	1,891,295
State Revolving Fund (SRF) - Water Pollution Loan	5/1/2014	2/1/2034	1.75%	677,082	488,704	27,862	460,842
State Revolving Fund (SRF) - Water Pollution Loan	9/21/2016	6/1/2036	1.75%	708,425	651,912	31,597	620,315
Caterpillar CB24B Asphalt Compactor	10/13/2014	10/13/2019	2.70%	21,841	10,236	3,171	7,065
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,062	38,172	5,452	32,720
Total Other Long-Term Debt					\$ 3,212,545	200,308	3,012,237
Total Business-type Activities Long-Term Debt					\$ 9,222,545	450,308	8,772,237

City of Byram, Mississippi

Schedule of Expenditure of Federal Awards

For the Year Ended September 30, 2019

Schedule D-3

Federal Grantor/ Pass-through Grantor/ Program Title	Pass-through Number	Federal CFDA Number	Federal Expenditures
<u>U.S Department of Transportation</u>			
Passed-through the Mississippi Department of Transportation			
Highway Planning and Construction	STP-7013-00(001)LPA/107609-701000	20.205 \$	706,966
Total Passed-through the Mississippi Department of Transportation			706,966
Total U.S. Department of Transportation			706,966
<u>U.S. Department of Homeland Security</u>			
Direct Program:			
Homeland Security Grant Program		97.067	39,995
Staffing for Adequate Fire and Emergency Response (SAFER)		97.083	209,608
Total U.S. Department of Homeland Security			249,603
Total Expenditures of Federal Awards			\$ 956,569

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

NOTES TO SCHEDULE**1. Basic of Presentation**

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal awarded activity of the City under programs of the federal government for the year ended September 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for the Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not preset the financial position, changes in net position, or cash flows of the City.

2 Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the same basis of accounting as the financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

3. Indirect Cost Rate

The City did not elect to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

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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.

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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>
2010	697,009	469,942	98,528	-	-	1,265,479
2011	993,846	2,920,942	480,740	18,945	-	4,414,473
2012	1,553,118	3,270,479	2,141,366	33,049	97,700	7,095,712
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
2019	1,498,348	4,787,369	2,125,477	336,021	947,274	9,694,489

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

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses & Permits</u>	<u>Inter- Governmental Revenue</u>	<u>Charges for Services</u>	<u>Fines</u>	<u>Grants & Donations</u>	<u>Interest Earned</u>	<u>Misc.</u>	<u>Total</u>
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
2019	7,348	510	1,795	28	374	23	64	135	10,277

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<u>Governmental Funds Fund Balances</u>										
General Fund										
Unassigned	\$2,923	\$4,123	\$4,204	\$4,711	\$4,938	\$4,474	\$4,758	\$4,871	\$4,452	\$4,830
Total General Fund	<u>2,923</u>	<u>4,123</u>	<u>4,204</u>	<u>4,711</u>	<u>4,938</u>	<u>4,474</u>	<u>4,758</u>	<u>4,871</u>	<u>4,452</u>	<u>4,830</u>
All Other Governmental Funds										
Restricted:										
Unemployment	\$1	\$14	\$35	\$54	\$74	\$100	\$53	\$53	\$53	\$45
Public Safety	-	-	1	1	34	54	34	17	17	18
Capital Projects	-	-	3,614	2,105	199	48	-	-	-	-
Debt Service	-	-	8	45	77	132	167	699	784	936
Assigned:										
Marketing	-	-	-	-	-	-	-	-	14	82
Unassigned:	2,923	4,123	4,204	4,711	4,938	4,474	4,758	4,871	4,452	4,830
Total All Other Governmental Funds	<u>\$1</u>	<u>\$4,137</u>	<u>\$7,862</u>	<u>\$6,916</u>	<u>\$5,322</u>	<u>\$4,808</u>	<u>\$5,012</u>	<u>\$5,640</u>	<u>\$5,319</u>	<u>\$5,911</u>
<u>Government-Wide Funds Net Position</u>										
Governmental Activities										
Net Investment in Capital Assets	\$5,421	\$6,074	\$2,370	\$5,634	\$9,897	\$10,014	\$9,121	\$4,656	\$6,249	\$8,386
Restricted	1	14	3,658	2,168	357	306	237	739	827	965
Unrestricted	2,923	4,093	4,231	4,697	4,792	(976)	(1,340)	(2,181)	(3,485)	(3,890)
Total Governmental Activities	<u>\$8,345</u>	<u>\$10,181</u>	<u>\$10,259</u>	<u>\$12,499</u>	<u>\$15,046</u>	<u>\$9,344</u>	<u>\$8,018</u>	<u>\$3,214</u>	<u>\$3,591</u>	<u>\$5,461</u>
Business-Type Activities:										
Net Investment in Capital Assets	\$ -	\$ -	(\$274)	(\$324)	(\$656)	(\$641)	\$1,569	\$1,585	\$1,818	\$1,488
Restricted	-	-	-	-	-	-	-	-	-	359
Unrestricted	-	-	(94)	(211)	(230)	(370)	(346)	(397)	(606)	-
Total Business-Type Activities	<u>\$ -</u>	<u>\$ -</u>	<u>(\$368)</u>	<u>(\$535)</u>	<u>(\$886)</u>	<u>(\$1,011)</u>	<u>\$1,223</u>	<u>\$1,188</u>	<u>\$1,212</u>	<u>\$1,848</u>
Total Primary Government										
Net Investment in Capital Assets	\$5,421	\$6,074	\$2,096	\$5,310	\$9,241	\$9,373	\$10,690	\$6,241	\$8,067	\$9,874
Restricted	1	14	3,658	2,168	357	306	237	739	827	1,324
Unrestricted	2,923	4,093	4,137	4,486	4,562	(1,346)	(1,686)	(2,578)	(4,091)	(3,890)
Total Primary Government	<u>\$8,345</u>	<u>\$10,181</u>	<u>\$9,891</u>	<u>\$11,964</u>	<u>\$14,160</u>	<u>\$8,333</u>	<u>\$9,241</u>	<u>\$4,402</u>	<u>\$4,803</u>	<u>\$7,309</u>

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

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses										
Governmental activities:										
General government	\$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	\$1,713,206
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	3,453,452
Public services	125,092	521,605	2,196,081	2,479,546	1,897,671	1,910,226	1,875,852	5,630,570	1,790,615	2,599,260
Culture and recreation	-	18,945	33,049	25,437	4,062	28,667	78,275	167,677	309,794	354,453
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	254,349
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	8,374,720
Business-type activities										
Public utility (Sewer)	-	-	592,306	607,677	589,436	715,055	1,385,298	629,240	1,048,499	1,452,082
Total business-type activities expenses	-	-	592,306	607,677	589,436	715,055	1,385,298	629,240	1,048,499	1,452,082
Total primary government expenses	\$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	\$9,826,802
Program Revenues										
Governmental activities										
Charges for services:										
General government	\$210,740	\$682,135	\$1,161,125	\$882,694	\$1,053,488	\$1,059,074	\$873,915	\$996,983	\$1,006,824	\$1,466,293
Operating grants and contributions	130,678	418,823	250,887	898,923	659,590	277,491	475,668	364,955	217,238	1,174,077
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	2,640,370
Business-type activities										
Charges for services:										
Sewer	-	-	32,938	576,353	573,696	848,884	1,121,606	876,208	1,035,675	2,007,497
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	2,007,497
Total primary government program revenues	\$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	\$4,647,867
Net (Expense)/Revenue										
Governmental activities	(\$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)	(\$5,734,350)
Business-type activities	-	-	(559,368)	(31,324)	(15,740)	133,829	241,185	246,968	(12,824)	555,415
Total primary government net expense	(\$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)	(\$5,178,935)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
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	\$3,732,040
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	3,616,127
Road and bridge privilege taxes	-	-	-	-	-	117,550	142,547	15,816	15,669	60,308
Other taxes	14,969	20,883	30,042	23,792	31,431	6,385	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	64,237
Miscellaneous	13,667	5,977	57,632	29,253	61,966	72,070	289,702	122,135	202,329	167,398
Transfers	-	-	20,854	183,335	332,173	31,402	-	-	-	-
Total governmental activities	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	7,646,495
Business-type activities:										
Unrestricted investment income	-	-	34	117	62	45	57	58	7,427	11,975
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	11,975
Total primary government	\$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	\$7,658,470
Change in Net Position										
Governmental activities	\$3,037,844	\$1,889,876	\$169,702	\$2,231,612	2,120,099	(1,343,675)	(538,501)	(4,849,185)	(248,353)	1,912,145
Business-type activities	-	-	(368,100)	(214,542)	(347,851)	102,472	241,242	247,026	(5,397)	567,390
Total primary government	\$3,037,844	\$1,889,876	(\$198,398)	\$2,017,070	\$1,772,248	(\$1,241,203)	(\$297,259)	(\$4,602,159)	(\$253,750)	\$2,479,535

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

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
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	\$3,616,127
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	3,732,040
Licenses, fees, and permits	210,340	386,048	385,075	385,417	444,271	525,063	491,565	485,126	507,859	510,216
Fines and forfeitures	-	163,268	378,722	288,986	401,394	234,269	195,854	351,470	360,807	373,738
Chages for services	400	17,737	16,230	23,739	16,625	125,240	27,395	53,538	30,945	28,144
Grants and donations	-	-	60,687	28,767	25,137	34,114	40,241	0	19,750	23,101
Investment income	19,482	43,350	27,432	28,297	10,101	6,624	5,267	5,562	61,179	64,237
Intergovernmental programs	144,384	542,253	429,718	1,086,701	859,094	551,307	757,020	475,812	346,345	1,794,805
Other revenue	14,930	18,409	19,048	20,561	32,933	48,548	173,234	122,335	182,739	134,945
Total Revenues	4,189,979	5,240,836	5,589,434	6,834,192	6,673,764	6,414,546	7,204,713	7,494,183	7,902,864	10,277,353
Expenditures										
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	1,498,348
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	4,787,369
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	2,125,477
Culture and recreation	-	18,945	33,049	25,437	4,062	28,667	79,731	174,552	282,342	336,021
Debt service:	-	-	-	-	-	-	-	-	-	-
Principal	-	-	-	355,836	372,132	438,703	334,000	307,532	661,309	700,749
Interest	-	-	-	169,386	151,801	148,614	134,645	126,132	240,938	244,275
Other	-	-	97,700	500	-	500	500	241,507	2,250	2,250
Total Expenditures	1,265,479	4,414,473	7,095,712	7,964,330	8,892,982	7,017,708	7,649,128	11,584,067	8,605,241	9,694,489
Excess of revenues over/ (under) expenditures	2,924,500	826,363	(1,506,278)	(1,130,138)	(2,219,218)	(603,162)	(444,415)	(4,089,884)	(702,377)	582,864
Other Financing Sources (Uses)										
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	0
Insurance proceeds	-	-	21,453	-	27,021	14,300	17,302	18,262	23,456	9,512
Transfers from other funds	-	-	1,310,854	183,335	332,173	31,402	202,830	473,528	0	0
Transfers to other funds	-	-	(1,290,000)	-	-	-	(202,830)	(473,528)	-	-
Other	-	-	-	491	-	(271)	85,606	(269)	-	-
Total other financing sources (uses)	0	385,689	5,231,674	183,826	625,827	89,113	266,983	4,717,993	473,969	9,512
Net change in fund balances	\$2,924,500	\$1,212,052	\$3,725,396	(\$946,312)	(\$1,593,391)	(\$514,049)	(\$177,432)	\$628,109	(\$228,408)	\$592,376
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	1.97%	11.86%	11.73%	8.95%	7.50%	6.36%	12.67%	12.77%

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
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%	18,534	0.53%
2019	3,643,538	3,586,775	98.4%	145,265	3,732,040	102.4%	-69,968	-1.92%

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

Source: Hinds County Tax Collector office

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

Fiscal Year	REAL PROPERTY		PERSONAL PROPERTY		UTILITIES		VEHICLES		TOTALS		% Assessed Increase (Decrease)
	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	
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%
2019	72,312,646	528,601,213	8,470,148	56,467,653	3,920,673	26,137,820	21,785,647	72,618,823	106,489,114	683,825,510	11.3%

(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

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	
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
2019	30.8	3.30	34.10	44.37	3.580	47.95	56.79	10.26	67.05	149.10

Source: City of Byram

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

Taxpayer	2019				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	\$ 2,671,772	1	30.54%				
Spring Lake Town Park LLC	Apartment	1,869,960	2	21.38%				
Reserve of Byram II LLC	Apartment	1,519,052	3	17.37%				
Kroger Limited Partnership	Grocery Store	629,366	4	7.19%				
Raworth & Harvel, LLC	Office Space	425,072	7	4.86%				
Byram Marketplace LLC	Shopping Center	395,688	8	4.52%				
Willow Creek Retirement LLC	Nursing Home	377,229	6	4.31%				
Kelly Holdings LLC	Nursing Home	363,858	5	4.16%				
Arora Inder	Hotel	263,756	9	3.02%				
BTC LLC	Shopping Center	231,909	10	2.65%				
Spring Lake LLC					Apartment	2,038,523	1	24.71%
Hinds Bradford Place United LLC					Apartment	1,553,012	2	18.82%
Reserve of Byram II LLC					Apartment	1,466,239	3	17.77%
Reserve of Byram LLC					Apartment	1,097,745	4	13.31%
Kroger Limited Partnership					Grocery Store	477,253	5	5.79%
M&H Drugs Inc					Shopping Center	429,822	6	5.21%
Courthouse Inc					Fitness	350,204	7	4.25%
Willow Creek Retirement LLC					Nursing Home	330,338	8	4.00%
OMSIV INC					Hotel	254,136	9	3.08%
Byram Development Co. Inc					Office Space	252,485	10	3.06%
Total taxable assessed value of 10 largest taxpayers		\$ 8,747,662		10.83%		\$ 8,249,757		12.93%
Total taxable assessed value of other taxpayers		<u>\$ 72,035,132</u>		89.17%		<u>\$ 55,566,301</u>		87.07%
Total taxable assessed value of all taxpayers		<u>\$ 80,782,794</u>		100.00%		<u>\$ 63,816,058</u>		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 Nine Years Ago
(amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Jurisdiction</u>	<u>(2) Net General Obligation Bonded Debt Outstanding</u>	<u>(3) Percentage Applicable to Byram</u>	<u>Amount Applicable to Byram</u>
Direct:				
2019	City of Byram	\$8,010,975	100.00%	\$8,010,975
Overlapping:				
2019	Hinds County	81,901,000	3.72% (2)	3,046,717
2019	Hinds County Schools	<u>74,840,850</u>	19.41% (2)	<u>14,526,609</u>
Total Overlapping		<u>156,741,850</u>		<u>17,573,326</u>
Total Direct & Overlapping		<u>\$164,752,825</u>		<u>\$25,584,301</u>
Direct:				
2010	City of Byram	\$0	100.00%	\$0
Overlapping:				
2010	Hinds County	46,745,000	3.72% (2)	1,738,914
2010	Hinds County Schools	<u>29,753,000</u>	19.41% (2)	<u>5,775,057</u>
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.

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	Revenue Bonds	State Revolving Fund Loan	Other			
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	0	2,976,028	19,705	8,394,789	2.88%	726
2016	4,225,000		496,257	640,000	0	3,532,549	68,369	8,962,175	3.21%	779
2017	4,015,000	4,700,000	207,106	575,000	0	3,352,499	57,260	12,906,865	3.92%	1,118
2018	3,800,000	4,355,000	556,461	510,000	5,500,000	3,164,137	48,827	12,418,578	3.88%	1,064
2019	3,580,000	4,015,000	415,975	445,000	5,315,000	2,414,452	40,198	16,225,625	4.92%	1,392

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

(c) \$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)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
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	\$106,489,114
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	15,973,367
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	3,580,000
Tax Increment Limited Obligations Bonds	-	-	0	0	0	0	0	4,700,000	4,355,000	4,015,000
G.O. Public Utility Bonds	-	-	-	-	-	700,000	640,000	575,000	510,000	440,000
Total Bonded Debt (a)	0	0	5,000,000	4,815,000	4,625,000	5,130,000	4,865,000	9,290,000	8,665,000	8,035,000
Less:										
Special Assessment Bonds	-	-	-	-	0	0	0	0	0	0
G. O. Public Utility Bonds	-	-	-	-	-	700,000	640,000	575,000	510,000	440,000
Total Excluded (b)	0	0	0	0	0	700,000	640,000	575,000	510,000	440,000
Total Net Debt Applicable to Limit (a)-(b)	0	0	5,000,000	4,815,000	4,625,000	4,430,000	4,225,000	8,715,000	8,155,000	7,595,000
Legal Debt Margin	<u>\$11,285,405</u>	<u>\$11,847,450</u>	<u>\$7,708,495</u>	<u>\$8,258,342</u>	<u>\$8,532,153</u>	<u>\$8,798,828</u>	<u>\$9,199,140</u>	<u>\$5,229,410</u>	<u>\$6,192,945</u>	<u>\$8,378,367</u>
Total Net Debt Applicable to the Limit as a percentage of debt limit	0.00%	0.00%	39.34%	36.83%	35.15%	33.49%	31.47%	62.50%	56.84%	47.55%

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)

Fiscal Year	Estimated Population (1)	Assessed Valuation (2)	Gross Bonded Debt (3)	Less Debt Service Fund	Net Bonded Debt	Net Bonded Debt Per Capita (4)	Ratio of Net Bonded Debt to Assessed Value
2010	11	75,236,031	-	-	0	-	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%
2019	11.6	106,489,114	4,020,000	1,518,849	2,501,151	215,616	2.35%

(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.

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)

Fiscal Year	Principal	Interest	Total Debt Service	Total Governmental Expenditures	Ratio of Debt Service to General Governmental Expenditures
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	7,017,208	4.65%
2015	195,000	129,550	324,550	7,649,128	4.24%
2016	265,000	140,395	405,395	11,584,067	3.50%
2017	275,000	132,165	407,165	8,605,241	4.73%
2018	280,000	123,660	403,660	8,605,241	4.69%
2019	285,000	114,985	399,985	8,605,241	4.65%

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			
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%
2019	131	3,925,225	88	22	2,206,307	66	6,131,598	-28.5%

(1) Source: City of Byram Building Permit Section

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

Fiscal Year	Real Property Value (2)	Non-Residential Construction (1)		Residential Construction (1)		Additions/ Alterations (1)	
		Number of Units	Value	Number of Units	Value	Number of Units	Value
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
2019	528,601,213	131	3,925	22	2,206	66	6,132

(1) From Table 16

(2) Total estimated actual value from Table 7

Source: City of Byram

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

Calendar Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age		County School Enrollment	Unemployment Rate
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%
2019	11,655	28,318	330,046,290	35.6	1	5,468	5.4%

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>
2010	2	1	-	-	-	6,574
2011	2	1	-	-	-	6,706
2012	2	1	-	-	-	5,820
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
2019	2	1	-	-	-	5,468

Source: City of Byram

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

<u>Employer</u>	2019			2010		
	<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	242	1	35.64%	-		0.00%
Kroger	167	2	24.59%	122	1	26.81%
Willow Creek Nursing Home	103	3	15.17%	86	3	18.90%
Edgewood Health & Rehab	97	4	14.29%	-		0.00%
Byram Middle School	70	5	10.31%	80	4	17.58%
Gary Road Elementary	-		0.00%	91	2	20.00%
Gary Road Intermediate	-		0.00%	76	5	16.70%
Total	<u>679</u>		<u>100%</u>	<u>455</u>		<u>100%</u>

Source: City of Byram, Individual companies

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

Function/Program	2010	2011	2012	2013	2002	2015	2016	2017	2018	2019
General government	2	6	7	7	21	8	9	9	10	10
Public safety (1)	6	40	41	44	125	53	61	62	63	70
Public services	4	7	13	15	**	13	14	13	12	14
Culture and recreation	-	-	-	-	**	-	-	2	2	2
Total	<u>12</u>	<u>53</u>	<u>61</u>	<u>66</u>	<u>146</u>	<u>74</u>	<u>84</u>	<u>86</u>	<u>87</u>	<u>96</u>

Source: City of Byram

Notes:

(1) Includes Fire, Police, and Inspector

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

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General government										
Building permits issued	242	188	227	247	250	301	490	329	372	397
Building inspections conducted	465	338	308	507	551	465	846	736	767	678
Public safety										
Police										
Arrests	-	198	436	409	291	320	490	474	462	445
Traffic violations	-	2,532	3,250	4,152	3,586	2,994	5,040	5,363	5,129	3,322
Parking violations	-	10	83	41	13	17	17	18	19	19
Fire										
Number of emergency calls answered	-	-	960	1,050	1,111	925	1,076	1,087	1,044	1,080
Number of inspections conducted	-	-	200	137	181	231	211	186	228	200
Fire insurance rating	7	7	7	7	7	7	7	7	5	5
Public services										
Centerline miles of road maintained:										
City	-	189	189	192	192	192	192	192	192	192
Street resurfacing (miles)	-	-	-	-	3	3.5	10.5	6	3.5	7.5
Potholes repaired	-	1,200	1800	2,400	2,055	3,500	738	413	257	66
Sanitation										
Water										
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										
Sewer										
Average daily sewage treatment (thousands of gallons)	-	-	315,000	320,000	320,000	320,000	320,000	320,000	320,000	520,000
Culture and recreation										
Library										
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
Parks										
Park and Athletic field permits issued	N/A	N/A	N/A	N/A	N/A	N/A	8	16	31	31

Source: City of Byram

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

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Public safety										
Police										
Number of stations	-	1	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	28
Fire										
Number of stations	-	-	-	-	1	1	1	1	1	1
Public services										
Street miles		189	189	193	193	193	193	193	193	193
Street Lights	-	-	-	-	-	-	227	285	310	336
Traffic Signals	4	6	6	6	6	6	7	7	7	7
Sanitation										
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)	-	-	29	36.67	36.67	40.5	40.5	40.5	70.84	70.84
Storm sewers (miles)	-	-	3	6.3	6.3	6.3	6.3	6.3	8.25	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	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
Culture and recreation										
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.

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	\$140,600
Population (Estimated Census)	11,655	Median income-- household	\$65,671
Area in square miles	18.36	Major highways	1
Number of employees (excluding police and fire)	26	Nearest railroads:	Canadian National
Police Protection:			Illinois Central
Number of sworn officers	28	Nearest commercial airport:	Jackson- Medgar Wiley Evers
Number of residents per sworn officer	384		Runway length 8,500 feet
Education:			International Airport
Percentage of Population (> 25 yrs.) with		Nearest general airport	Hawkins Field Airport
High school diploma	94.00%		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 Byram Police 2019 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/Alderwomen
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, 2019, 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 May 19, 2020.

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 2019-001.

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 corrective action plan. 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
May 19, 2020

Certified Public Accountants

FORTENBERRY & BALLARD, PC
CERTIFIED PUBLIC ACCOUNTANTS

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

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

Report on Compliance for Each Major Federal Program

We have audited the City of Byram's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2019. City of Byram's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

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

Opinion on Each Major Federal Program

In our opinion, the City of Byram, Mississippi complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended September 30, 2019.

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the

requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

FORTENBERRY & BALLARD, PC

Fortenberry & Ballard, PC
May 19, 2020

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, 2019, which collectively comprise the City of Byram's basic financial statements and have issued our report thereon dated May 19, 2020. 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
May 19, 2020

Certified Public Accountants

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

City of Byram, Mississippi

Schedule of Findings and Questioned Costs For the Year Ended September 30, 2019

Section I: Summary of Auditor's Results

Financial Statements:

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

Federal Awards:

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

CFDA Numbers	Name of Federal Program or Cluster
20.205	Highway Planning and Construction

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

Section II: Financial Statements Findings

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

City of Byram, Mississippi

Schedule of Findings and Questioned Costs (Continued) For the Year Ended September 30, 2019

Material Weakness

Finding 2019-001

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.

Views of Responsible Officials:

The listing of assets will be reviewed and inspected for proper identification and valuation as well as verification that duplicates do not exist. The first area to be reviewed and inspected will be the Construction in Progress. After completing it, all areas will be reviewed. Even though the depreciation values and life schedules for the previous year were reviewed and corrections were made, the asset depreciation values and life schedules will be reviewed for correct computations.

Section III: Federal Award Findings and Questioned Costs

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

AUDITEE'S CORRECTIVE ACTION PLAN
AND SUMMARY OF PRIOR AUDIT FINDINGS

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

AUDITEE'S CORRECTIVE ACTION PLAN

As required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, the City of Byram, Mississippi has prepared and hereby submits the following corrective action plan for the findings included in the Schedule of Findings and Questioned Costs for the year ended September 30, 2019:

<u>Finding</u>	<u>Corrective Action Plan Details</u>
2019 – 001	a. Name of Contact Person Responsible for Corrective Action

Name: Angela Richburg
Title: City Clerk
Phone Number: 601-372-7746 Ext 101

b. Corrective Action Planned: The listing of assets will be reviewed and inspected for proper identification and valuation as well as verification that duplicates do not exist. The first area to be reviewed and inspected will be the Construction in Progress. After completing it, all areas will be reviewed. Even though the depreciation values and life schedules for the previous year were reviewed and corrections were made, the asset addition depreciation values and life schedules will be reviewed for correct computations.

c. City's Aldermen Response: The City Clerk's Financial Office will execute the expressed action plan and have completed it by the end of the current fiscal year.

d. Anticipated Completion Date: September 30, 2020

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

SUMMARY OF PRIOR AUDIT FINDINGS

As required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (UG), the City of Byram has prepared and hereby submits the following summary of prior year audit findings as of September 30, 2019:

Finding

2018-001

Status

Not Corrected (See Finding 2019-001)