

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**



**CITY OF BYRAM, MISSISSIPPI**  
For the Fiscal Year Ended September 30, 2017

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, 2017

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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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March 23, 2018

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, 2017. 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 for the elderly.

Numerous local and national businesses make their home in Byram. Siwell Road and Terry Road are home to shopping centers, restaurants, small businesses and neighborhoods. In April of 2011, the City of Byram approved its first TIF (Tax Incentive Financing) Development to assist in encouraging retail growth. The City also continues 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, 2017 approximately 42 percent were represented in property taxes while 37 percent of the City's general revenues were comprised of sales taxes. City property owners pay property taxes for city, county and schools totaling \$145.03 per \$1,000 of assessed value. The assessment rate is 10 percent for residential property, 15 percent for other real property and 30 percent for personal property. There is no local income tax.

Although Byram is a new municipality, it prides itself in maintaining a reserve balance that will maintain a minimum of three months of service in time of emergency. The majority of funds were accumulated during the first three years and increased as needed in following year. 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. At this time, recommendations for financing such as lease purchases and issuance of general obligation bonds are made and taken into account when preparing the yearly budget.

### **Relevant Financial Policies**

The City of Byram is required by Section 21-35-25 of Mississippi Code to make revisions to the annual budget no later than the July board meeting if it appears at that time collections of anticipated revenues will be less than expected and create a deficit balance. During the current year General Fund reductions to revenues in the amount of \$21,125 thousand dollars were made as well as a reduction of \$21,125 thousand in expenditures. The reduction in revenue partially was due to not currently participating in the Drug Enforcement Administration Task Force Grant Program and reduced Court collections for the fiscal year. The reduction of expenditures was primarily due to unfilled positions in the Police Department. 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 2017, Byram focused community relations by expanding its Byram Soccer League initially organized in 2016, annual Christmas Parade and the Swinging Bridge Festival. It also teamed up with the area Junior Auxiliary to have an annual Trunk or Treat event and an annual Easter Egg Hunt at Davis Road Park. The Siwell Road North resurfacing project and the resurfacing of McCarty Road were completed in the fall of 2016. In addition to these projects approximately three miles of streets were repaved in Lake Dockery Subdivision, Byramdale Subdivision and Lake Ridgelea Subdivision.

## Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Byram for its comprehensive annual financial report for the fiscal year ended September 30, 2016. This was the first year of that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

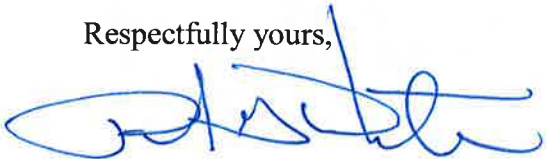
A Certificate of Achievement is valid for a period of one year. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

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

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

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

Respectfully yours,



Richard White  
Mayor  
City of Byram



Angela Richburg  
City Clerk  
City of Byram



Government Finance Officers Association

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

Presented to

**City of Byram  
Mississippi**

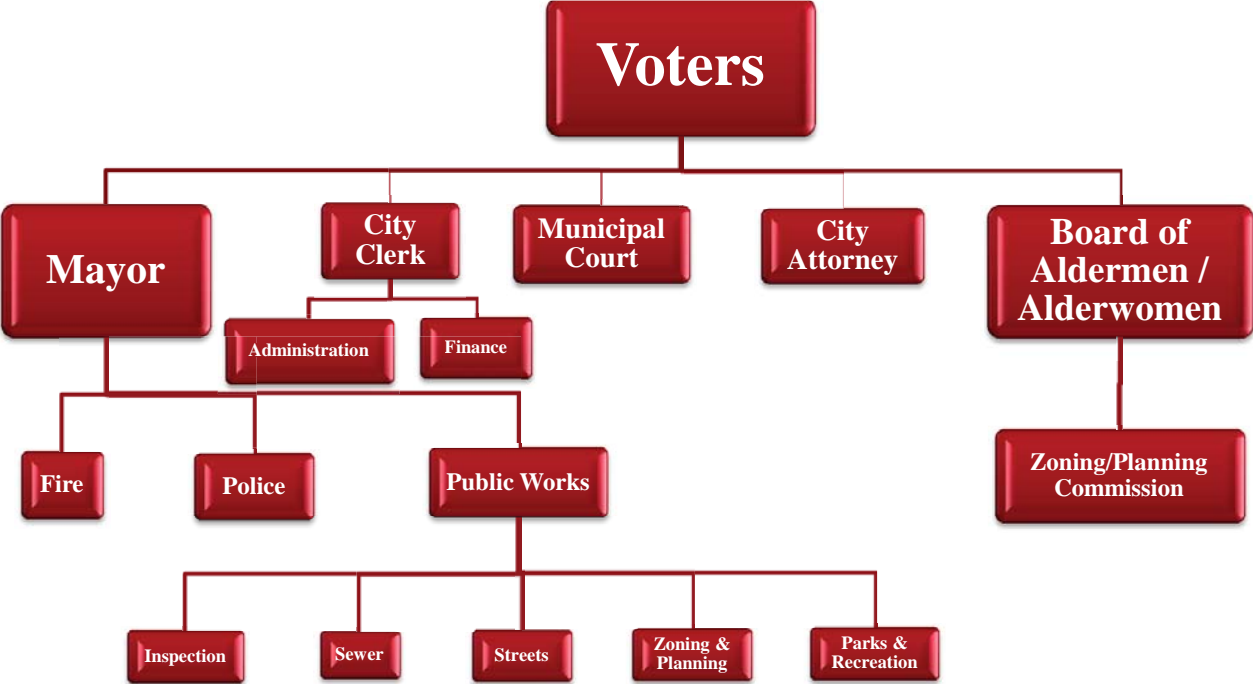
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**September 30, 2016**

*Christopher P. Morrill*

Executive Director/CEO

**City of Byram, Mississippi**  
Organization Chart  
For the Year Ended September 30, 2017



**CITY OF BYRAM, MISSISSIPPI**  
Listing of City Officials  
As of September 30, 2017

Elected Officials

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

Richard White  
Janice Moser  
Diandra A. Hosey  
Charlie Campbell  
Teresa Mack  
Wanda Smith  
Paul David Moore  
Richard Cook

Appointed Officials

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

Angela Richburg  
Cohn Livingston  
Luke Thompson  
Fred Green  
Jerry Mills  
Dale Schwindaman  
John Scanlon

**CITY OF BYRAM, MISSISSIPPI**  
Comprehensive Annual Financial Report  
For the Year Ended September 30, 2017



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, 2017, 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, 2017, 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 fund statements, the budgetary schedules, the other information (Schedules D-1 to D-2), and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements, the budgetary schedules, and the other information (Schedules D-1 to D-2), are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2018, on our consideration of the City of Byram, Mississippi's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Byram, Mississippi's internal control over financial reporting and compliance.

*Fortenberry & Ballard, PC*

Fortenberry & Ballard, PC  
March 23, 2018

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, 2017

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, 2017. 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 2017 decreased \$4,837,990, including a prior period adjustment of (\$235,831), which represents a 52% decrease from fiscal year 2016. Total net position for 2016 increased \$907,723, including a fund reclassification and a prior period adjustment of \$1,204,983, which represents an 11% increase from fiscal year 2015.
- General revenues account for \$6,150,296, or 73% of all revenues in 2017. General revenues account for \$5,958,095, or 67% of all revenues in 2016. Program specific revenues in the form of charges for services and grants and contributions accounted for \$2,238,146 or 27% of total revenues in 2017, compared with \$2,976,065 or 33% in 2016.
- The City had \$12,990,601 in expenses, an amount that increased when compared with the \$9,231,420 in expenses for the prior year; \$2,238,146 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$6,150,296 for 2017 and \$5,958,095 for 2016 were not adequate to provide for these programs.
- Among the major funds, the General Fund had \$7,100,767 in revenues and \$7,005,592 in expenditures. In 2016, the General Fund had \$6,805,789 in revenues and \$7,248,807 in expenditures. The General Fund's fund balance increased by \$113,075, including a prior period adjustment of (\$93), from 2016 to 2017 and increased by \$284,067, including a prior period adjustment of \$257,272, from 2015 to 2016.
- The Enterprise Fund - Sewer Fund had \$876,208 in revenues and \$553,785 in expenses. Its net income, after non-operating revenues and expenses were included, was \$247,026, excluding a prior period adjustment of (\$281,977). Last year it showed \$1,626,482 in revenues and \$914,688 in expenses. Its net income, after non-operating revenues and expenses were included, was \$241,241, excluding a prior period adjustment of \$2,006,694 and a fund reclassification of (\$13,348) from a capital project fund to the business-type Sewer Fund to accurately report all Sewer activity as business-type.

**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

- Capital assets, net of accumulated depreciation, decreased by \$72,108, in the governmental activities, including the effect of a prior period adjustment of \$46,567, for 2017. The decrease for 2017 was primarily due to the recording of depreciation expense. Capital assets, net of accumulated depreciation, decreased by \$986,411 in the governmental activities, including the effect of a prior period adjustment of (\$1,188,448), for 2016.
- Capital assets in the business-type activities, net of accumulated depreciation, decreased \$237,913, including the effect of a prior period adjustment of (\$90,459), mainly due to the recording of depreciation expense. Capital assets increased \$2,882,249, including the effect of a prior period adjustment of \$2,026,159, in the business-type activities from 2015 to 2016.
- Long-term debt increased by \$4,376,087, including the effect of a prior period adjustment of \$328, in the governmental activities from 2016 to 2017. This increase is mainly due to the issuance of a tax increment financing bond in the amount of \$4,700,000. Long-term debt decreased by \$271,297, including the effect of a prior period adjustment of (\$19,465), in the governmental activities from 2015 to 2016.
- Long-term debt decreased by \$253,825, in the business-type activities from 2016 to 2017. The decrease in the business-type activities was mainly due to principal payments on long-term debt. Long-term debt increased \$562,011, including the effect of a prior period adjustment of \$19,465, in the business-type activities from 2015 to 2016.

### **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, 2017

question, "How did we do financially during 2017?" 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 funds are the General Fund and the 2017 Byram Town Center TIF 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.

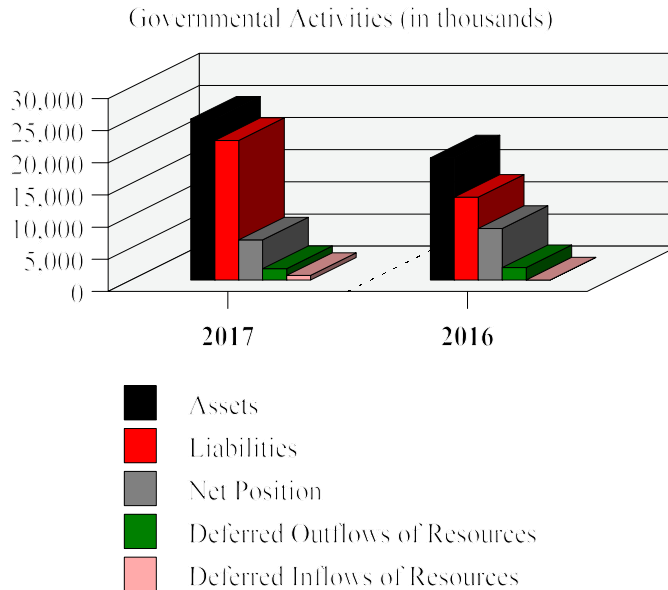
**City of Byram, Mississippi**  
 Management's Discussion and Analysis  
 For the Year Ended September 30, 2017

**The City of Byram as a Whole**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Over time the trend as well as the amount of net position may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$4,402,812 at September 30, 2017.

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, 2017 and September 30, 2016 in the governmental activities column.



The largest portion of the City's net position for governmental activities (\$4,656,483 or 145%) 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 \$307,532 retirement of principal of long-term debt.
- Decrease in net capital assets in the amount of \$72,108.

**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

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, 2017</u>	<u>September 30, 2016</u>	<u>Percentage Change</u>
<b>Assets:</b>			
Current assets	\$ 5,854,217	5,361,690	9%
Capital assets, net	13,578,589	13,650,697	(1)%
Total assets	<u>19,432,806</u>	<u>19,012,387</u>	2%
<b>Deferred Outflows of Resources</b>	<u>1,699,212</u>	<u>1,929,638</u>	(12)%
<b>Liabilities:</b>			
Current liabilities	913,964	683,759	34%
Long-term debt outstanding	8,427,533	4,404,568	91%
Net pension liability	7,886,592	7,815,086	1%
Total liabilities	<u>17,228,089</u>	<u>12,903,413</u>	34%
<b>Deferred Inflows of Resources</b>	<u>689,281</u>	<u>20,925</u>	3,194%
<b>Net position:</b>			
Net investment in capital assets	4,656,483	9,121,387	(49)%
Restricted	739,161	236,792	212%
Unrestricted	(2,180,996)	(1,340,492)	(63)%
Total net position	<u>\$ 3,214,648</u>	<u>8,017,687</u>	(60)%

**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

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)	\$ (2,180,996)
Less unrestricted deficit in net position resulting from recognition of the net pension liability, including the deferred outflows and deferred inflows related to pensions	6,876,661
Unrestricted net position, exclusive of the net pension liability effect	\$ <u><u>4,695,665</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, 2017

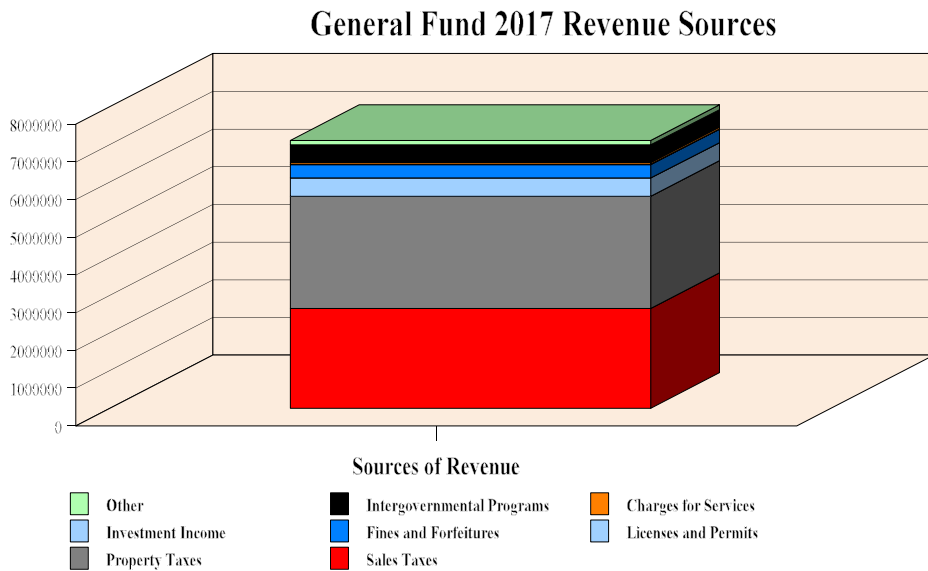
**Government-Wide Condensed Statement of Activities**  
Governmental Activities

	<u>Year Ended</u> <u>September 30, 2017</u>	<u>Year Ended</u> <u>September 30, 2016</u>	<u>Percentage</u> <u>Change</u>
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 996,983	873,915	14%
Operating grants and contributions	364,955	475,668	(23)%
General revenues:			
Intergovernmental / Unrestricted	2,649,246	2,370,509	12%
Property taxes	3,351,094	3,143,628	7%
Road and bridge privilege taxes	15,816	142,547	(89)%
Other taxes	6,385	6,385	0%
Unrestricted investment income	5,562	5,267	6%
Miscellaneous	122,135	289,702	(58)%
<b>Total revenues</b>	<u>7,512,176</u>	<u>7,307,621</u>	3%
<b>Expenses:</b>			
General government	1,321,123	1,276,167	4%
Public safety	3,400,103	3,215,882	6%
Public works	5,630,570	1,875,852	200%
Culture and recreation	167,677	78,275	114%
Pension expense	1,461,677	1,276,214	15%
Interest on long-term debt	380,211	123,732	207%
<b>Total expenses</b>	<u>12,361,361</u>	<u>7,846,122</u>	58%
<b>Increase (decrease) in net position</b>	<u>(4,849,185)</u>	<u>(538,501)</u>	(800)%
Net Position, Beginning, as previously reported	8,017,687	9,344,551	(14)%
Fund Reclassification	0	13,348	100%
Prior Period Adjustment	46,146	(801,711)	106%
Net Position, Beginning, as restated	<u>8,063,833</u>	<u>8,556,188</u>	(6)%
Net Position, Ending	<u>\$ 3,214,648</u>	<u>8,017,687</u>	(60)%

**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2017**

**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 37% of General Fund revenues in fiscal year 2017. Sales tax collections in fiscal year 2017 were \$2,649,246, a 12% increase over the \$2,370,509 collected in 2016. Total General Fund operating revenues were \$7,100,767, an increase of \$294,978 over the prior year.

Assessed valuation within the City was \$92,962,731 for fiscal year 2017 and \$89,494,264 for fiscal year 2016. It is expected that the City will continue to attract residents and business alike. Assessed valuation within the city increased by \$3,468,467, or 4% from fiscal year 2016.

**Expenditures**

General Fund operating expenditures were \$7,005,592, a decrease of \$243,215 when compared to the prior year. The following schedule presents the General Fund revenues and expenditures for the year ended September 30, 2017, and the amount and percentage of change from 2016.



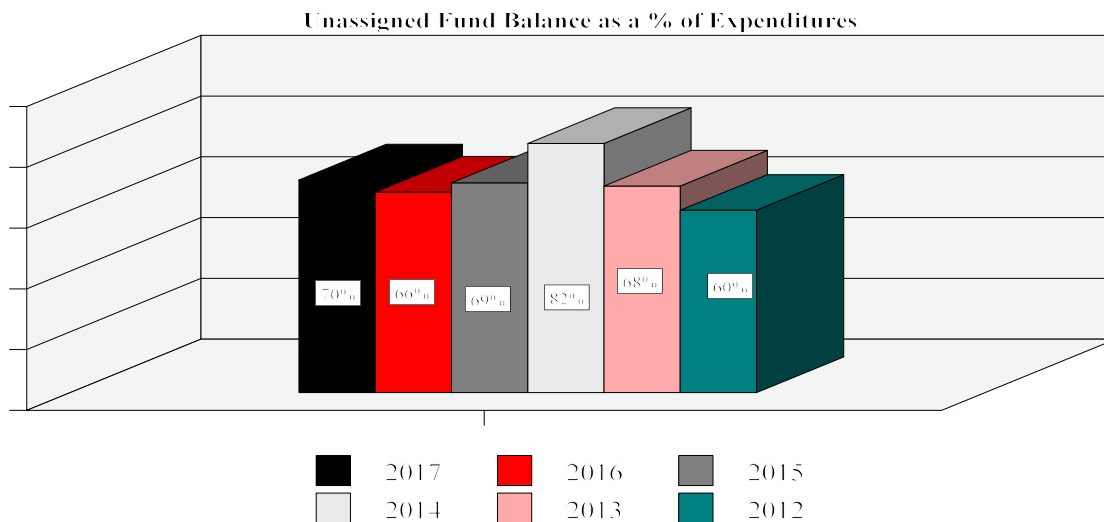
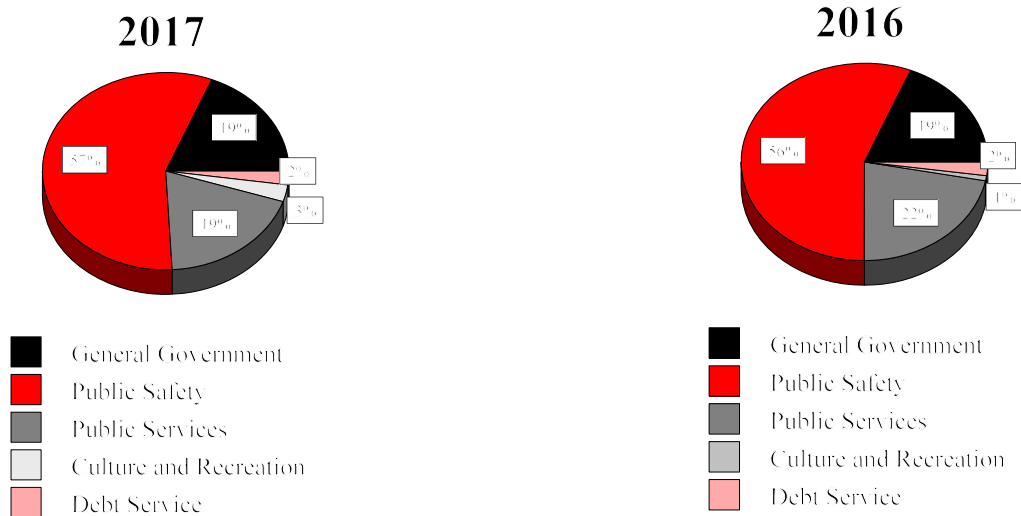
**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

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

	2017 Amount	2016 Amount	Dollar Increase (Decrease) from 2016	Percent Increase (Decrease) from 2016
<b>Revenues:</b>				
Sales tax	\$ 2,649	\$ 2,370	\$ 279	11.8%
Property tax	2,973	2,788	185	6.6%
Licenses and permits	485	492	(7)	(1.4)%
Fines and forfeitures	351	196	155	79.1%
Investment income	5	5	0	0.0%
Grants and donations	0	14	(14)	(100.0)%
Charges for services	54	27	27	100.0%
Intergovernmental revenues	461	742	(281)	(37.9)%
Other	122	172	(50)	(29.1)%
<b>Total revenues</b>	<b>\$ 7,100</b>	<b>\$ 6,806</b>	<b>\$ 294</b>	<b>4.3%</b>
<b>Expenditures:</b>				
General government	\$ 1,369	\$ 1,395	\$ (26)	(1.9)%
Public safety	3,982	4,034	(52)	(1.3)%
Public services	1,372	1,600	(228)	(14.3)%
Culture and recreation	175	79	96	121.5%
<b>Debt service:</b>				
Principal	98	129	(31)	(24.0)%
Interest	10	12	(2)	(16.7)%
<b>Total expenditures</b>	<b>\$ 7,006</b>	<b>\$ 7,249</b>	<b>\$ (243)</b>	<b>(3.4)%</b>

**City of Byram, Mississippi**  
**Management's Discussion and Analysis**  
**For the Year Ended September 30, 2017**

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



**Status of Fund Balance**

On the General Fund balance sheet, fund balance is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent and the remaining portion is available for appropriation. The fiscal year ended September 30, 2017 ending unassigned fund balance is \$4,870,903 which is 70% of the general fund operating expenditures.

**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

**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 \$5,639,533, an increase of \$628,016, including a prior period adjustment of (\$93). \$4,870,903 or 86% of the fund balance is unassigned fund balance, which represents the residual classification fund balance that has not been assigned to other funds and that has not been restricted to specific purposes. The remaining fund balance of \$768,630 or 14% 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 \$514,941 mainly due to the transfer of \$473,528 to the Byram Town Center Tax Incremental Financing Bond and Interest Fund from the issuing of the BTC TIF bond. The additional \$41,413 is due to the increase in automobile and real property taxes received for the 2012 General Obligation Bond and Interest Fund

**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:

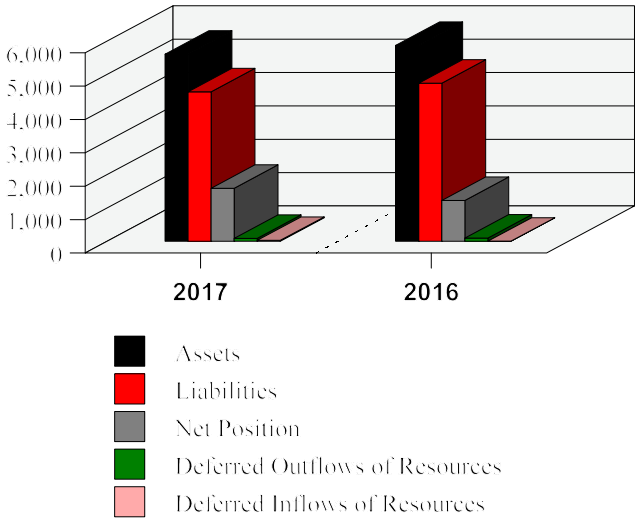
**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

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

	<u>September 30, 2017</u>	<u>September 30, 2016</u>	<b>Percentage Change</b>
<b>Assets:</b>			
Current assets	\$ 36,189	60,396	(40)%
Capital assets, net	5,569,338	5,807,251	(4)%
Total assets	<u>5,605,527</u>	<u>5,867,647</u>	<u>(4)%</u>
<b>Deferred outflows of resources</b>	<u>85,739</u>	<u>93,719</u>	<u>(9)%</u>
<b>Liabilities:</b>			
Current liabilities	359,055	357,092	1%
Long-term liabilities	3,725,166	3,987,901	-7%
Net pension liability	394,849	392,373	1%
Total liabilities	<u>4,479,070</u>	<u>4,737,366</u>	<u>-5%</u>
<b>Deferred inflows of resources</b>	<u>24,032</u>	<u>885</u>	<u>2,615%</u>
<b>Net position:</b>			
Net investment in capital assets	1,584,726	1,569,345	1%
Unrestricted	(396,562)	(346,230)	15%
Total net position	<u>\$ 1,188,164</u>	<u>1,223,115</u>	<u>(3)%</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, 2017**



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

- The \$253,294 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, 2017

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

	<u>Year Ended September 30, 2017</u>	<u>Year Ended September 30, 2016</u>	<u>Percentage Change</u>
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 876,208	1,121,605	(22)%
Operating grants and contributions	0	504,877	(100)%
Total program revenues	<u>876,208</u>	<u>1,626,482</u>	(46)%
General revenues:			
Unrestricted investment income	<u>58</u>	<u>57</u>	2%
Total general revenues	<u>58</u>	<u>57</u>	2%
<b>Total revenues</b>	<u>876,266</u>	<u>1,626,539</u>	(46)%
<b>Expenses:</b>			
Sewer	<u>629,240</u>	<u>1,385,298</u>	(55)%
<b>Total expenses</b>	<u>629,240</u>	<u>1,385,298</u>	(55)%
<b>Increase (decrease) in net position</b>	<u>247,026</u>	<u>241,241</u>	2%
Net Position (Deficit) - Beginning, as previously reported	1,223,115	(1,011,472)	221%
Fund Reclassification		(13,348)	100%
Prior Period Adjustment	(281,977)	2,006,694	(114)%
Net Position - Beginning, as restated	<u>941,138</u>	<u>981,874</u>	(4)%
Net Position, Ending	<u>\$ 1,188,164</u>	<u>1,223,115</u>	(3)%

**Sewer Fund**

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

	<u>September 30, 2017</u>	<u>September 30, 2016</u>
Operating Revenues	\$ 876,208	1,626,482
Operating Expenses	553,785	914,688
Operating Income	\$ 322,423	711,794

**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

**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 \$316,693. The larger variances for areas that exceeded the budget include \$99,246 in additional sales tax, \$200,372 in additional automobile, real property taxes and road and bridge taxes as well as additional licenses and permits in the amount of \$13,626. A reduction in other income of (\$35,665) offset most of the additional income of \$26,970 in fines and forfeitures and \$13,038 in charges for services.

The expenditure variances are discussed on the actual basis with the inclusion of payroll and payable accruals. The General Government expenditures largest variances were Personnel Services and Contract Services. Personnel Services of \$31,321 remained unobligated due to unused overtime and insurance. The services budget had a remaining balance of \$75,068 because legal, engineering, advertising and insurance monies remained unobligated. Public Safety's largest budget variance was in Personnel Services in the amount of \$313,001. This was caused by open positions and unused overtime in the Fire and Police Department. A remaining balance of \$103,917 was mostly due to unspent gas, uniforms, and maintenance of building and vehicles in the Police Department as well as fire hardware and uniforms not purchased in the Fire Department. A remaining balance of \$122,573 in Services of Public Safety was due to unspent insurance, prisoner fees, and training in the Police Department with the Fire Department having unobligated legal, engineering, training and utilities monies. Public Services remained with unobligated money in personnel, supplies, and services. Public Safety's largest budget variance was in Personnel Services in the amount of \$59,630 due to unfilled positions and overtime not being obligated. The remaining balance of \$35,850 in supplies was mostly due to repairs and maintenance potholes not being necessary and additional repairs and maintenance unspent. A services balance of \$54,731 remained from unspent engineering, legal, advertising, and utility fees as well as outside services not being needed for street maintenance. An excess of capital outlay of \$6,282 was expensed in the Public Services due an emergency drainage repair on Crooked Creek. In Culture and Recreation, personnel services remains with balance of \$16,511 due Parks and Recreation having an open part-time position. Additional monies in the amount of \$16,000 not obligated in Supplies, Services and Capital Outlay for Parks and Recreation was due to this being the first full year of activities for the department. A variance of \$27,597 in the debt service area was due the potential lease purchase of a fire engine not being needed until fiscal year 2018. Other financing source has a remaining balance of \$60,103 due to \$18,262 in insurance proceeds for Public Safety vehicle accidents as well as monies remaining in the transfer out budget to record the offset of the reserves and additional ending fund balance.

**City of Byram, Mississippi**  
Management's Discussion and Analysis  
For the Year Ended September 30, 2017

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

**Governmental Activities:**

**Capital Assets, Net of Accumulated Depreciation**

	<u>September 30, 2017</u>	<u>September 30, 2016</u>	<u>Percentage Change</u>
Land	\$ 1,029,718	1,029,718	0%
Infrastructure	7,241,932	7,254,105	0%
Buildings	4,024,503	4,052,139	(1)%
Improvements other than buildings	89,532	94,646	(5)%
Mobile equipment	497,729	514,207	(3)%
Furniture and equipment	695,175	705,882	(2)%
<b>Total</b>	<u>\$ 13,578,589</u>	<u>13,650,697</u>	(1)%

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, 2017, the City of Byram had \$8,715,000 in outstanding Bonds, and \$207,106 in other Long-Term Debt. Compensated absences decreased \$16,709 during the year.

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

	<u>September 30, 2017</u>	<u>September 30, 2016</u>	<u>Percentage Change</u>
Bonds	\$ 8,715,000	4,225,000	106%
Other long-term debt	207,106	304,310	(32)%
Compensated absences	175,238	191,947	(9)%
<b>Total</b>	<u>\$ 9,097,344</u>	<u>4,721,257</u>	93%

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, 2017

**Business-Type Activities:**

**Capital Assets, Net of Accumulated Depreciation**

	<u>September 30, 2017</u>	<u>September 30, 2016</u>	<u>Percentage Change</u>
Land	\$ 750,000	750,000	0%
Infrastructure	4,542,372	4,794,815	(5)%
Improvements other than buildings	118,388	81,827	45%
Mobile equipment	35,514	48,752	(27)%
Furniture and equipment	123,064	131,857	(7)%
<b>Total</b>	<b>\$ 5,569,338</b>	<b>5,807,251</b>	<b>(4)%</b>

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

**Business-Type Activities:**

At September 30, 2017, the City of Byram had \$575,000 in outstanding General Obligation Bonds, and \$3,409,612 in Other Long-Term Debt. Compensated absences decreased \$2,481 during the year.

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

	<u>September 30, 2017</u>	<u>September 30, 2016</u>	<u>Percentage Change</u>
General obligation bonds	\$ 575,000	640,000	(10)%
Other long-term debt	3,409,612	3,597,906	(5)%
Compensated absences	2,481	3,012	(18)%
<b>Total</b>	<b>\$ 3,987,093</b>	<b>4,240,918</b>	<b>(6)%</b>

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

**Contacting the City's Finance Department**

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

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## FINANCIAL STATEMENTS

**CITY OF BYRAM, MISSISSIPPI**  
 STATEMENT OF NET POSITION  
 SEPTEMBER 30, 2017

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Current Assets:			
Pooled cash and cash equivalents	\$ 5,546,413	\$ 6,182	\$ 5,552,595
Accounts receivable, net	234,328	103,483	337,811
Interfund balances	73,476	(73,476)	--
Total Current Assets	<u>5,854,217</u>	<u>36,189</u>	<u>5,890,406</u>
Non-Current Assets:			
Capital assets:			
Land	1,029,718	750,000	1,779,718
Other capital assets, net	12,548,871	4,819,338	17,368,209
Total Non-Current Assets	<u>13,578,589</u>	<u>5,569,338</u>	<u>19,147,927</u>
Total Assets	<u>19,432,806</u>	<u>5,605,527</u>	<u>25,038,333</u>
<b>Deferred Outflows of Resources</b>			
Deferred outflows related to pensions	1,699,212	85,739	1,784,951
Total Deferred Outflows of Resources	<u>1,699,212</u>	<u>85,739</u>	<u>1,784,951</u>
<b>Liabilities</b>			
Current Liabilities:			
Accounts payable	143,987	90,018	234,005
Wages and benefits payables	55,120	919	56,039
Other payables	15,577	--	15,577
Accrued interest payable	29,469	6,191	35,660
Long-term liabilities (due within one year):			
Bonds, notes, loans, and lease obligations, current	661,049	261,803	922,852
Compensated absences, current	8,762	124	8,886
Total Current Liabilities	<u>913,964</u>	<u>359,055</u>	<u>1,273,019</u>
Non-Current Liabilities:			
Long term liabilities (due in more than one year):			
Bonds, notes, loans, and lease obligations, noncurrent	8,261,057	3,722,809	11,983,866
Compensated absences, noncurrent	166,476	2,357	168,833
Net pension liability	7,886,592	394,849	8,281,441
Total Non-Current Liabilities	<u>16,314,125</u>	<u>4,120,015</u>	<u>20,434,140</u>
Total Liabilities	<u>17,228,089</u>	<u>4,479,070</u>	<u>21,707,159</u>
<b>Deferred Inflows of Resources</b>			
Deferred inflows related to pensions	689,281	24,032	713,313
Total Deferred Inflows of Resources	<u>689,281</u>	<u>24,032</u>	<u>713,313</u>
<b>Net Position</b>			
Net Investment in Capital Assets	4,656,483	1,584,726	6,241,209
Restricted For:			
Debt service	669,629	--	669,629
Public safety	16,568	--	16,568
Unemployment benefits	52,964	--	52,964
Unrestricted	(2,180,996)	(396,562)	(2,577,558)
Total Net Position	<u>\$ 3,214,648</u>	<u>\$ 1,188,164</u>	<u>\$ 4,402,812</u>

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2017**

Functions/Programs	Expenses	Program Revenues		Governmental Activities	Business-type Activities	Net (Expense)
		Charges for Services	Operating Grants and Contributions			Revenue and Changes in Net Position
						Total
<b>Primary government:</b>						
<b>Governmental activities:</b>						
General government	\$ 1,321,123	\$ 996,983	\$ 364,955	\$ 40,815		\$ 40,815
Public safety	3,400,103	--	--	(3,400,103)		(3,400,103)
Public works	5,630,570	--	--	(5,630,570)		(5,630,570)
Culture and recreation	167,677	--	--	(167,677)		(167,677)
Pension expense	1,461,677	--	--	(1,461,677)		(1,461,677)
Interest on long-term debt	380,211	--	--	(380,211)		(380,211)
<b>Total Governmental Activities</b>	<u>12,361,361</u>	<u>996,983</u>	<u>364,955</u>	<u>(10,999,423)</u>		<u>(10,999,423)</u>
<b>Business-type Activities:</b>						
Sewer	629,240	876,208	--	--	\$ 246,968	246,968
<b>Total Business-type Activities</b>	<u>629,240</u>	<u>876,208</u>	<u>--</u>	<u>--</u>	<u>246,968</u>	<u>246,968</u>
<b>Total Primary Government</b>	<u>\$ 12,990,601</u>	<u>\$ 1,873,191</u>	<u>\$ 364,955</u>	<u>(10,999,423)</u>	<u>246,968</u>	<u>(10,752,455)</u>
<b>General Revenues:</b>						
Intergovernmental / Unrestricted				2,649,246	--	2,649,246
Property taxes				3,351,094	--	3,351,094
Road and bridge privilege taxes				15,816	--	15,816
Other taxes				6,385	--	6,385
Unrestricted investment income				5,562	58	5,620
Miscellaneous				122,135	--	122,135
<b>Total General Revenues and Transfers</b>				<u>6,150,238</u>	<u>58</u>	<u>6,150,296</u>
<b>Change in Net Position</b>				<u>(4,849,185)</u>	<u>247,026</u>	<u>(4,602,159)</u>
Net Position - Beginning, as previously reported				8,017,687	1,223,115	9,240,802
Prior Period Adjustment				46,146	(281,977)	(235,831)
Net Position - Beginning, as restated				<u>8,063,833</u>	<u>941,138</u>	<u>9,004,971</u>
Net Position - Ending				<u>\$ 3,214,648</u>	<u>\$ 1,188,164</u>	<u>\$ 4,402,812</u>

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**  
 BALANCE SHEET - GOVERNMENTAL FUNDS  
 SEPTEMBER 30, 2017

	General Fund	2017 Byram Town Center TIF Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Pooled cash and cash equivalents	\$ 4,777,783	\$ --	\$ 768,630	\$ 5,546,413
Receivables	234,328	--	--	234,328
Interfund receivables	73,476	--	--	73,476
Total Assets	<u>\$ 5,085,587</u>	<u>\$ --</u>	<u>\$ 768,630</u>	<u>\$ 5,854,217</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 143,987	\$ --	\$ --	\$ 143,987
Wages and benefits payable	55,120	--	--	55,120
Other payables	15,577	--	--	15,577
Total Liabilities	<u>214,684</u>	<u>--</u>	<u>--</u>	<u>214,684</u>
<b>Fund Balances:</b>				
<b>Restricted:</b>				
Unemployment benefits	--	--	52,964	52,964
Public safety	--	--	16,568	16,568
Debt services	--	--	699,098	699,098
<b>Unassigned</b>	4,870,903	--	--	4,870,903
Total Fund Balances	<u>4,870,903</u>	<u>--</u>	<u>768,630</u>	<u>5,639,533</u>
Total Liabilities and Fund Balances	<u>\$ 5,085,587</u>	<u>\$ --</u>	<u>\$ 768,630</u>	<u>\$ 5,854,217</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, 2017*

Total fund balances for governmental funds	\$ 5,639,533
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not reported in the funds.	13,578,589
Liabilities due in one year are not recognized in the funds.	(669,811)
Payables for bond principal which are not due in the current period are not reported in the funds.	(8,155,000)
Payables for bond interest which are not due in the current period are not reported in the funds.	(29,469)
Payables for leases which are not due in the current period are not reported in the funds.	(106,057)
Payables for compensated absences which are not due in the current period are not reported in the funds.	(166,476)
Recognition of the City's proportionate share of the net pension liability is not reported in the funds.	(7,886,592)
Deferred Inflows of Resources related to the pension plan are not reported in the funds.	(689,281)
Deferred Outflows of Resources related to the pension plan are not reported in the funds.	<u>1,699,212</u>
Net position of governmental activities	<u>\$ 3,214,648</u>

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	General Fund	2017 Byram Town Center TIF Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Sales taxes	\$ 2,649,246	\$ --	\$ --	\$ 2,649,246
Property taxes	2,972,851	--	378,243	3,351,094
Licenses and permits	485,126	--	--	485,126
Fines and forfeitures	351,470	--	--	351,470
Investment income	4,962	--	600	5,562
Charges for services	53,538	--	--	53,538
Intergovernmental programs	461,239	--	14,573	475,812
Other	122,335	--	--	122,335
Total Revenues	<u>7,100,767</u>	<u>--</u>	<u>393,416</u>	<u>7,494,183</u>
<b>Expenditures:</b>				
Current:				
General government	1,369,270	--	8,564	1,377,834
Public safety	3,981,845	--	16,989	3,998,834
Public services	1,372,204	3,985,472	--	5,357,676
Culture and recreation	174,552	--	--	174,552
Debt service:				
Principal	97,532	--	210,000	307,532
Interest	10,182	--	115,950	126,132
Other	7	241,000	500	241,507
Total Expenditures	<u>7,005,592</u>	<u>4,226,472</u>	<u>352,003</u>	<u>11,584,067</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>95,175</u>	<u>(4,226,472)</u>	<u>41,413</u>	<u>(4,089,884)</u>
<b>Other Financing Sources (Uses):</b>				
Bonds issued	--	4,700,000	--	4,700,000
Insurance proceeds	18,262	--	--	18,262
Transfers in	--	--	473,528	473,528
Transfers out	--	(473,528)	--	(473,528)
Other	(269)	--	--	(269)
Total Other Financing Sources (Uses)	<u>17,993</u>	<u>4,226,472</u>	<u>473,528</u>	<u>4,717,993</u>
Net Change in Fund Balances	113,168	--	514,941	628,109
Fund Balances - Beginning	4,757,828	--	253,689	5,011,517
Prior period adjustments	(93)	--	--	(93)
Fund Balances - Beginning	<u>4,757,735</u>	<u>--</u>	<u>253,689</u>	<u>5,011,424</u>
Fund Balances - Ending	<u>\$ 4,870,903</u>	<u>\$ --</u>	<u>\$ 768,630</u>	<u>\$ 5,639,533</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, 2017*

Net change in fund balances - total governmental funds	\$ 628,109
Amounts reported for governmental activities in the Statement of Activities ("SOA") are different because:	
Capital outlays are not reported as expenses in the SOA.	585,300
The depreciation of capital assets used in governmental activities is not reported in the funds.	(689,790)
Trade-in or disposal of capital assets decrease net position in the SOA but not in the funds.	(14,185)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	210,000
Repayment of leases principal is an expenditure in the funds but is not an expense in the SOA.	97,532
(Increase) decrease in accrued interest from beginning of period to end of period.	(12,572)
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	16,709
Proceeds of bonds do not provide revenue in the SOA, but are reported as current resources in the funds.	(4,700,000)
Pension contributions made after the measurement date but in current FY were de-expended & reduced NPL.	130,289
Pension contributions made in current FY were de-expended and reduced NPL.	361,100
Pension expense relating to GASB 68 is recorded in the SOA but not in the funds.	<u>(1,461,677)</u>
Change in net position of governmental activities	<u>\$ (4,849,185)</u>

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**

## STATEMENT OF NET POSITION

## ENTERPRISE FUND

SEPTEMBER 30, 2017

	Enterprise Fund
	Sewer Fund
<b>Assets</b>	
Current Assets:	
Cash and cash equivalents	\$ 6,182
Receivables (net of allowances for uncollectibles)	103,483
Total Current Assets	<u>109,665</u>
Non-current Assets:	
Land	750,000
Capital assets (net of accumulated depreciation)	4,819,338
Total Non-current Assets	<u>5,569,338</u>
Total Assets	<u>5,679,003</u>
<b>Deferred Outflows of Resources</b>	
Deferred outflows related to pensions	85,739
Total Deferred Outflows of Resources	<u>85,739</u>
<b>Liabilities</b>	
Current Liabilities:	
Accounts payable	90,018
Wages payable	919
Interfund payables	73,476
Interest Payable	6,191
Bonds, loans, and lease obligations, current	261,803
Compensated absences - current	124
Total Current Liabilities	<u>432,531</u>
Non-current Liabilities:	
Notes, loans, and lease obligations, noncurrent	3,722,809
Compensated absences - non-current	2,357
Net pension liability	394,849
Total Non-current Liabilities	<u>4,120,015</u>
Total Liabilities	<u>4,552,546</u>
<b>Deferred inflows of resources</b>	
Deferred inflows related to pensions	24,032
Total Deferred inflows of resources	<u>24,032</u>
<b>Net Position</b>	
Net investment in capital assets	1,584,726
Unrestricted	(396,562)
Total Net Position	<u>\$ 1,188,164</u>

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**

STATEMENT OF REVENUES, EXPENSES, AND CHANGES  
IN NET POSITION - ENTERPRISE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Enterprise Fund
	Sewer Fund
<b>Operating Revenues</b>	
Charges for services	\$ 876,208
Total Operating Revenues	<u>876,208</u>
<b>Operating Expenses</b>	
Personal services - salaries and wages	112,477
Personal services - employee benefits	72,473
Purchased professional and technical services	110,000
Supplies	43,943
Depreciation	205,813
Miscellaneous	9,079
Total Operating Expenses	<u>553,785</u>
Operating Income (Loss)	<u>322,423</u>
<b>Non-Operating Revenues (Expenses)</b>	
Interest revenue	58
Debt service interest	(75,455)
Total Non-operating Revenues (Expenses)	<u>(75,397)</u>
Net income	247,026
Net Position - Beginning, as previously reported	1,223,115
Prior Period Adjustment	(281,977)
Net Position - Beginning, as restated	941,138
Net Position - Ending	<u>\$ 1,188,164</u>

The accompanying notes are an integral part of this statement.

**CITY OF BYRAM, MISSISSIPPI**  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Enterprise Fund <hr/> Sewer Fund <hr/>
<b>Cash Flows from Operating Activities:</b>	
Cash Received from Customers	\$ 876,208
Cash Payments to Employees for Services	(195,035)
Cash Payments to Other Suppliers for Goods and Services	(252,789)
Other Operating Cash Payments	(9,079)
Net Cash Provided (Used) by Operating Activities	<hr/> 419,305 <hr/>
<b>Cash Flows from Non-capital Financing Activities:</b>	
Due To Other Funds	73,476
Net Cash Provided (Used) by Non-capital Financing Activities	<hr/> 73,476 <hr/>
<b>Cash Flows from Capital and Related Financing Activities:</b>	
Principal and Interest Paid	(177,448)
Acquisition or Construction of Capital Assets	(58,359)
Net Cash Provided (Used) for Capital & Related Financing Activities	<hr/> (235,807) <hr/>
<b>Cash Flows from Investing Activities:</b>	
Interest and Dividends on Investments	58
Net Cash Provided (Used) for Investing Activities	<hr/> 58 <hr/>
Net Increase (Decrease) in Cash and Cash Equivalents	257,032
Cash and Cash Equivalents at Beginning of Year	--
Effect of recording NPL and current year deferred items	31,127
Prior Period Adjustments	(281,977)
Cash and Cash Equivalents at End of Year	<hr/> \$ 6,182 <hr/>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>	
Operating Income (Loss)	\$ 322,423
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
Depreciation	205,813
Change in Assets and Liabilities:	
Decrease (Increase) in Deferred Outflows	(7,980)
Increase (Decrease) in Interfund Payables	(98,846)
Increase (Decrease) in Wages Payable	(2,105)
Total Adjustments	<hr/> 96,882 <hr/>
Net Cash Provided (Used) by Operating Activities	<hr/> \$ 419,305 <hr/>

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, 2017

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

### 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, 2017.

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, 2017

### **A. FINANCIAL REPORTING ENTITY**

#### **COMPONENT UNITS**

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

#### **RELATED ORGANIZATIONS**

The City of Byram did not have any related organizations for the year ended September 30, 2017.

### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

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

The government-wide Statement of Activities reflects both the gross and net costs per functional category (Public Safety, Public Works, etc.), which are otherwise being supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function (Public Safety, Public Works, etc.). These include charges for some of the services the City provides like permits, licenses, inspection fees 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, 2017

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

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

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

### **C. BASIS OF PRESENTATION**

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

#### **1. Major Governmental Funds**

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

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

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

2017 Byram Town Center TIF Fund - The 2017 Byram Town Center TIF Fund is the capital project fund to account for the proceeds of issuing tax increment financing (TIF)



## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

for the acquisition of infrastructure such as street, water and sewer improvements related to the retail development of the Byram Town Center.

### **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 that accounts for resources and expenses with the construction of eligible pollution control projects.

### **3. Non-Current Governmental Assets and Liabilities**

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

## **D. BASIS OF ACCOUNTING**

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

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

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

## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

recorded as earned.

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, 2017.

### **F. BUDGETS AND BUDGETARY INFORMATION**

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

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

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

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

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

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

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

### G. UNEARNED REVENUE

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

### H. FUND BALANCES

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

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

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

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

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

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

## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

*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, 2017

### K. ACCOUNTS RECEIVABLE

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

### L. INTERFUND TRANSACTIONS AND BALANCES

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

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

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

The following is a summary of interfund transactions and balances:

#### Due From/To Other Funds:

		<u>Due From</u>	<u>Due To</u>
Major Fund:	\$		
General Fund		73,476	
Enterprise Fund:			
Sewer Fund			73,476
Total	\$	<u>73,476</u>	<u>73,476</u>

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

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

### Transfers In and Transfers Out

		<u>Transfers In</u>	<u>Transfers Out</u>
Major Fund:			
2017 Byram Town Center TIF Fund	\$		473,528
Non-Major Fund:			
2017 BTC TIF Bond & Interest Fund		473,528	
Sub-Total Non-Major Fund		473,528	0
Total	\$	<u>473,528</u>	<u>473,528</u>

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

### **M. NET POSITION**

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

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

#### Net Position Flow Assumption:

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

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

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

## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2017

#### Restricted For:

Unemployment benefits	\$	52,964
Public Safety		16,568
Debt Services		669,629
Total	\$	<u>739,161</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 measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on their Statement of Net Position. Their fund equity is reported in the total net position of the Statement of Revenues, Expenses and Changes in Net Position. The capital assets threshold for the proprietary fund is the same as it is for governmental funds which is described in detail below.

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

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

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

Capital asset thresholds are as follows:

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

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

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

Salvage Values:

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

### O. COMPENSATED ABSENCES

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

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



## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

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.

### **Q. CHANGES IN ACCOUNTING STANDARDS**

The City implemented the following standards issued by the Governmental Accounting Standards Board (GASB) in the current fiscal year as required: GASB Statement No. 77, Tax Abatement Disclosures and GASB Statement No. 82, Pension Issues - an amendment of GASB Statements 67, 68 and 73. The provisions of these standards have been incorporated into the financial statements.

## **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 \$5,552,595 and the bank balance was \$5,735,293.

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

*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, 2017, none of the City’s bank balance of \$5,735,293 was exposed to custodial credit risk.

### 3. RECEIVABLES

Accounts receivable at September 30, 2017, consisted of the following:

	General Fund	Enterprise Fund	Total
Utility Customers	\$	103,483	103,483
Other	234,328		234,328
Total	\$ 234,328	103,483	337,811

### 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, 2017, upon which the levy was based, was \$92,962,731. The taxes thus assessed are due and payable as follows:

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

If taxes remain unpaid, the property subject to a tax lien is sold for taxes on the fourth Monday of August. Property taxes receivable reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet represent amounts due for unpaid delinquent property taxes at September 30, 2017. 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, 2017

## 5. CAPITAL ASSETS

	Balance 10-1-2016	Additions	Deletions	Adjustments	Balance 9-30-2017
<u>Non-depreciable capital assets:</u>					
Land	\$ 1,029,718				1,029,718
Total non-depreciable capital assets	1,029,718	0	0	0	1,029,718
<u>Depreciable capital assets:</u>					
Infrastructure	13,786,577	238,186			14,024,763
Buildings	4,295,326			62,221	4,357,547
Improvements other than buildings	106,514				106,514
Mobile equipment	1,561,333	164,680	52,541	1,645	1,675,117
Furniture and equipment	1,444,456	182,434	41,245	7,355	1,593,000
Total depreciable capital assets	21,194,206	585,300	93,786	71,221	21,756,941
<u>Less accumulated depreciation for:</u>					
Infrastructure	6,532,472	250,359			6,782,831
Buildings	243,187	88,794		1,063	333,044
Improvements other than buildings	11,868	5,114			16,982
Mobile equipment	1,047,126	177,689	47,427		1,177,388
Furniture and equipment	738,574	167,834	32,174	23,591	897,825
Total accumulated depreciation	8,573,227	689,790	79,601	24,654	9,208,070
Total depreciable capital assets, net	12,620,979	(104,490)	14,185	46,567	12,548,871
Governmental activities capital assets, net	\$ 13,650,697	(104,490)	14,185	46,567	13,578,589

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	\$ 40,810
Culture and Recreation	1,231
Public Safety	334,809
Public Works	312,940
Total depreciation expense	\$ 689,790

# City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

## 6. LONG - TERM OBLIGATIONS

### A. Changes in Long-Term Obligations

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

	Balance 10-1-2016	Additions	Reductions	Adjustments	Balance 9-30-2017	Amounts due within one year
<u>Bonds</u>						
Public Improvement	\$ 4,225,000		210,000		4,015,000	215,000
Tax Increment Financing Bonds		4,700,000			4,700,000	345,000
Total General Obligation Bonds	<u>4,225,000</u>	<u>4,700,000</u>	<u>210,000</u>	<u>0</u>	<u>8,715,000</u>	<u>560,000</u>
<u>Other Long - Term Debt</u>						
Motorola Lease Purchases	165,539		53,260	328	112,607	55,158
Sirens Lease Purchase	73,492		36,027		37,465	37,465
Caterpillar CB24B Asphalt Compactor	16,504		3,002		13,502	3,084
Caterpillar 420F2 Backhoe Loader	48,775		5,243		43,532	5,342
Compensated Absences	191,947	84,863	101,572		175,238	8,762
Total Other Long-Term Debt	<u>496,257</u>	<u>84,863</u>	<u>199,104</u>	<u>328</u>	<u>382,344</u>	<u>109,811</u>
<b>Total Long-Term Debt</b>	<b>\$ <u>4,721,257</u></b>	<b><u>4,784,863</u></b>	<b><u>409,104</u></b>	<b><u>328</u></b>	<b><u>9,097,344</u></b>	<b><u>669,811</u></b>

Adjustments were made to properly present long-term debt at year end.

### 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 9-30-2017
<u>Bonds</u>					
Public Improvement	8/1/12	8/1/32	2.4 - 3.4%	\$ 5,000,000	4,015,000
Tax Increment Financing Bonds	8/16/17	7/1/29	3.05%	4,700,000	4,700,000
Total Bonds				<u>9,700,000</u>	<u>8,715,000</u>
<u>Other Long - Term Debt</u>					
Motorola Leases	10/1/13	10/1/18	3.56%	266,633	112,607
Sirens Lease Purchase	1/4/16	4/30/18	3.99%	111,012	37,465
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	43,682	13,502
Caterpillar 420F2 Backhoe Loader	12/15/15	1/15/21	2.05%	53,063	43,532
Total Other Long-Term Debt				<u>\$ 474,390</u>	<u>207,106</u>
<b>Total Long-Term Debt</b>				<b><u>\$ 10,174,390</u></b>	<b><u>8,922,106</u></b>

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

### 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		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$	560,000	234,241	794,241
2019		560,000	234,328	794,328
2020		580,000	216,478	796,478
2021		595,000	197,982	792,982
2022		615,000	179,012	794,012
2023 - 2027		3,360,000	610,930	3,970,930
2028 - 2032		<u>2,445,000</u>	<u>154,553</u>	<u>2,599,553</u>
Total	\$	<u>8,715,000</u>	<u>1,827,524</u>	<u>10,542,524</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, 2017, the amount of outstanding bonded debt was equal to 9% property assessments of \$92,962,731, computed as follows:

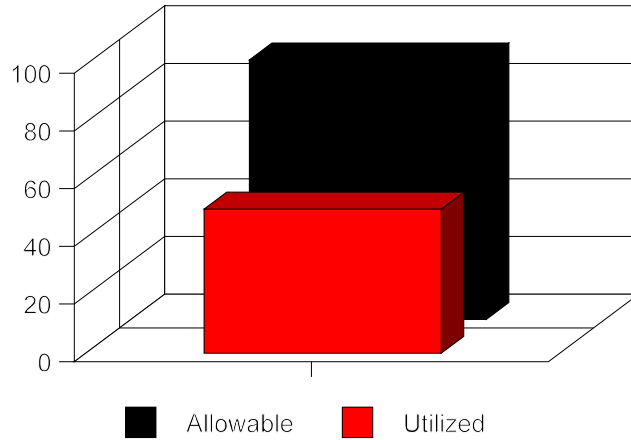
Bonded Debt:	
Bonds	\$ 8,715,000
Enterprise Fund	575,000
Less Excludable Debt:	
Enterprise Fund	<u>(575,000)</u>
Total Debt Subject to Limitation	<u>\$ 8,715,000</u>
Assessed Valuation	\$ 92,962,731
Percentage	9%

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

**City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

**Bond Debt Capacity**



**Other Long-term Debt**

***Motorola Lease Purchases***

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>		
\$266,633	10/1/13	10/1/18		
<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
<u>September 30</u>				
2018	\$ 55,158	3,997	59,155	
2019	57,449	2,034	59,483	
Total	\$ 112,607	6,031	118,638	

This debt is to be retired from the General Fund.

***Sirens Lease Purchase***

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>		
\$111,012	1/4/16	4/30/18		
<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
<u>September 30</u>				
2018	\$ 37,465	1,495	38,960	

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, 2017

***Caterpillar CB24B Asphalt Compactor***

**Annual debt service requirements to maturity are as follows:**

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

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 3,084	320	3,404
2019	3,169	236	3,405
2020	7,249	3	7,252
Total	\$ 13,502	559	14,061

This debt is to be retired from the General Fund.

***Caterpillar 420F2 Backhoe Loader***

Annual debt service requirements to maturity are as follows:

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

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 5,342	851	6,193
2019	5,452	741	6,193
2020	5,565	628	6,193
2021	27,173	184	27,357
Total	\$ 43,532	2,404	45,936

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, 2017

**7. BUSINESS-TYPE ACTIVITIES - CAPITAL ASSETS**

The following is a summary of the capital assets of the Enterprise Fund at September 30, 2017:

	Balance 10-1-2016	Additions	Adjustments	Balance 9-30-2017
<u>Non-depreciable capital assets:</u>				
Land	\$ 750,000			750,000
Total non-depreciable capital assets	<u>750,000</u>	<u>0</u>	<u>0</u>	<u>750,000</u>
<u>Depreciable capital assets:</u>				
Infrastructure	\$ 5,264,095		(99,261)	5,164,834
Improvements other than buildings	104,290	45,475		149,765
Mobile equipment	75,627			75,627
Furniture and equipment	248,719	12,884	6,338	267,941
Total depreciable capital assets	<u>5,692,731</u>	<u>58,359</u>	<u>(92,923)</u>	<u>5,658,167</u>
<u>Less accumulated depreciation for:</u>				
Infrastructure	469,280	155,771	(2,589)	622,462
Improvements other than buildings	22,463	8,914		31,377
Mobile equipment	26,875	13,238		40,113
Furniture and equipment	116,862	27,890	125	144,877
Total accumulated depreciation	<u>635,480</u>	<u>205,813</u>	<u>(2,464)</u>	<u>838,829</u>
Total depreciable capital assets, net	<u>5,057,251</u>	<u>(147,454)</u>	<u>(90,459)</u>	<u>4,819,338</u>
Business-type activities capital assets, net	<u>\$ 5,807,251</u>	<u>(147,454)</u>	<u>(90,459)</u>	<u>5,569,338</u>

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



# City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

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

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

	Balance 10-1-2016	Additions	Reductions	Balance 9-30-2017	Amounts due within one year
<u>General Obligation Bonds</u>					
General Obligation Bond, Series 2015	\$ 640,000		65,000	575,000	65,000
Total General Obligation Bonds	<u>640,000</u>	<u>0</u>	<u>65,000</u>	<u>575,000</u>	<u>65,000</u>
<u>Other Long - Term Debt</u>					
State Revolving Fund (SRF) Sewer Improvements Loan	2,281,138		127,683	2,153,455	129,934
State Revolving Fund (SRF) Water Pollution Loan	542,986		26,904	516,082	27,378
State Revolving Fund (SRF) Water Pollution Loan	708,425		25,463	682,962	31,050
Caterpillar CB24B Asphalt Compactor	16,582		3,001	13,581	3,099
Caterpillar 420F2 Backhoe Loader	48,775		5,243	43,532	5,342
Compensated Absences	3,012	2,400	2,931	2,481	124
Total Other Long-Term Debt	<u>3,600,918</u>	<u>2,400</u>	<u>191,225</u>	<u>3,412,093</u>	<u>196,927</u>
	<u>\$ 4,240,918</u>	<u>2,400</u>	<u>256,225</u>	<u>3,987,093</u>	<u>261,927</u>

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance 9-30-2017
<u>General Obligation Bonds</u>					
General Obligation Bond, Series 2015	9/1/15	9/1/25	2.1-3.0%	\$ 700,000	575,000
Total General Obligation Bonds				<u>700,000</u>	<u>575,000</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	2,153,455
State Revolving Fund (SRF) Water Pollution Loan	5/1/14	2/1/34	1.75%	677,082	516,082
State Revolving Fund (SRF) Water Pollution Loan	9/21/16	6/1/36	1.75%	708,425	682,962
Caterpillar CB24B Asphalt Compactor	10/13/14	10/13/19	2.70%	21,841	13,581
Caterpillar 420F2 Backhoe Loader	12/15/15	01/15/21	2.05%	53,062	43,532
Total Other Long-Term Debt				<u>\$ 4,210,410</u>	<u>3,409,612</u>
Total Long-Term Debt				<u>\$ 4,910,410</u>	<u>3,984,612</u>

### General Obligation Bond

General obligation bonds are, as their name implies, general obligations of the City of Byram, Mississippi. The Sewer bond bear interest at a variable rate of 2.1-3.0%. 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, 2017

Year Ending June 30		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$	65,000	14,850	79,850
2019		65,000	13,485	78,485
2020		70,000	12,055	82,055
2021		70,000	10,375	80,375
2022		75,000	8,625	83,625
2023 - 2025		230,000	13,650	243,650
Total	\$	<u>575,000</u>	<u>73,040</u>	<u>648,040</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%

Year Ending June 30		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$	129,934	36,647	166,581
2019		132,226	34,354	166,580
2020		134,559	32,022	166,581
2021		136,933	29,648	166,581
2022		139,349	27,232	166,581
2023 - 2027		734,495	98,409	832,904
2028 - 2032		745,959	31,419	777,378
Total	\$	<u>2,153,455</u>	<u>289,731</u>	<u>2,443,186</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, 2017

***State Revolving Fund (SRF) Water Pollution Loan:***

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$677,082	5/1/14	2/1/34	1.75%
Year Ending			
<u>June 30</u>		<u>Principal</u>	<u>Interest</u>
2018	\$	27,378	8,813
2019		27,861	8,330
2020		28,353	7,838
2021		28,853	7,338
2022		29,362	6,829
2023 - 2027		154,764	26,189
2028 - 2032		168,906	12,048
2033 - 2034		50,605	666
Total	\$	<u>516,082</u>	<u>78,051</u>
			<u>594,133</u>

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

This debt will be retired from the Sewer Fund.

***State Revolving Fund (SRF) Water Pollution Loan:***

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$708,425	9/21/16	6/1/36	1.75%
Year Ending			
<u>June 30</u>		<u>Principal</u>	<u>Interest</u>
2018	\$	31,050	11,704
2019		31,597	11,156
2020		32,155	10,598
2021		32,722	10,031
2022		33,299	9,454
2023 - 2027		175,517	38,248
2028 - 2032		191,555	22,211
2033 - 2036		155,067	5,257
Total	\$	<u>682,962</u>	<u>118,659</u>
			<u>801,621</u>

This debt will be retired from the Sewer Fund.

**City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

***Caterpillar CB24B Asphalt Compactor***

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>		<u>Issue Date</u>		<u>Maturity Date</u>		<u>Interest Rate</u>
\$43,682		10/13/14		10/13/19		2.70%
	<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>		
	2018	\$ 3,099	322	3,421		
	2019	3,184	237	3,421		
	2020	7,298	5	7,303		
	Total	\$ 13,581	564	14,145		

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>		
	2018	\$ 5,342	851	6,193		
	2019	5,452	741	6,193		
	2020	5,565	628	6,193		
	2021	27,173	184	27,357		
	Total	\$ 43,532	2,404	45,936		

This debt will be retired from the Sewer Fund.

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

### 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 information may be obtained by writing to Public Employees' Retirement System, PERS Building, 429 Mississippi Street, Jackson, MS 39201-1005 or by calling 1-800-444-PERS.

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

Contributions. At September 30, 2017, 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, 2017 was 15.75% of annual covered payroll. The contribution requirements of PERS members and employers are established and may be amended only by the State of Mississippi Legislature. The City's contributions (employer share only) to PERS for

## City of Byram, Mississippi

### Notes to the Financial Statements For the Year Ended September 30, 2017

the years ending September 30, 2017, 2016 and 2015 were \$508,408, \$468,891, and \$434,495, 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, 2017, the City reported a liability of \$8,281,441 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, 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, 2017 net pension liability was 0.049818 percent, which was based on a measurement date of June 30, 2017. This was an increase of 0.00387 percent from its proportionate share used to calculate the September 30, 2016 net pension liability, which was based on a measurement date of June 30, 2016.

For the year ended September 30, 2017, the City recognized pension expense of \$1,512,298. At September 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$	60,428
Net difference between projected and actual earnings on pension plan investments		639,869
Changes of assumptions	580,937	
Changes in proportion and differences between City contributions and proportionate share of contributions	1,069,212	13,016
City contributions subsequent to the measurement date	134,802	
Total	\$ 1,784,951	713,313

\$134,802 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, 2018. 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:	
2018	\$ 664,822
2019	362,505
2020	69,479
2021	(159,970)
Total	\$ 936,836

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

Actuarial assumptions. The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.25 – 18.50 percent, including inflation
Investment rate of return	7.75 percent, net of pension plan investment expense, including inflation

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

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

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2017, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Broad	34.00 %	5.20 %
International Equity	19.00	5.00
Emerging Markets Equity	8.00	5.45
Fixed Income	20.00	0.25
Real Assets	10.00	4.00
Private Equity	8.00	6.15
Cash	1.00	(0.50)
Total	<u>100.00 %</u>	

Discount rate. The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate (9.00%) and that employer contributions will be made at the current employer contribution rate (15.75%). Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on

## City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

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	\$ 10,861,665	\$ 8,281,441	\$ 6,139,297

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

### 10. RISK MANAGEMENT

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

The City finances its exposure to risk of loss related to workers' compensation for injuries to its employees through the Mississippi Public Entity Workers' Compensation Trust, a public entity risk pool. The City pays premiums to the pool for its workers' compensation insurance coverage, and the participation agreement provides that the pool will be self-sustaining through member premiums. The retention for the pool is \$1,000,000 for each accident and completely covers statutory limits set by the Workers' Compensation Commission. Risk of loss is remote for claims exceeding the pool's retention liability. However, the pool also has catastrophic reinsurance coverage for statutory limits above the pool's retention liability. However, the pool also has catastrophe reinsurance coverage for statutory limits above the pool's retention, provided by Safety National Casualty Corporation, effective from January 1, 2017, to January 1, 2018. The pool may make an overall supplemental assessment or declare a refund depending on the loss experience of all the entities it insures. A report can be obtained by accessing the following website: <http://www.mwcc.state.ms.us/> or by writing to the Mississippi Workers' Compensation Commission at PO Box 5300, Jackson, Mississippi 39296-5300.



# City of Byram, Mississippi

Notes to the Financial Statements  
For the Year Ended September 30, 2017

## 11. PRIOR PERIOD ADJUSTMENTS

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

### Exhibit A-2 - Statement of Activities

<u>Explanation:</u>	<u>Amount</u>
<u>Governmental Activities:</u>	
1. Adjustments were made to properly present capital assets at year end.	\$ 46,567
2. To adjust revenue in prior year.	(93)
3. Adjustments were made to properly present long-term debt at year end.	(328)
Total	\$ <u>46,146</u>
<u>Business-Type Activities:</u>	
1. Adjustments were made to record prior year assets and liabilities.	\$ 72,311
2. To adjust revenue in prior year.	(263,829)
3. Adjustments were made to properly present capital assets at year end.	(90,459)
Total	\$ <u>(281,977)</u>

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

<u>Fund</u>	<u>Explanation</u>	<u>Amount</u>
General Fund	To adjust revenue in prior year.	\$ <u>(93)</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	Adjustments were made to record prior year assets and liabilities.	\$ 72,311
Sewer Fund	To adjust revenue in prior year.	(263,829)
Sewer Fund	Adjustments were made to properly present capital assets at year end.	(90,459)
Total		\$ <u>(281,977)</u>

## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

### **12. CONTINGENCIES**

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

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

The unrestricted net position amount of (\$2,577,558) 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 \$134,801 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, 2017. The \$1,650,150 balance of deferred outflow of resources, at September 30, 2017, will be recognized in pension expense over the next three years.

The unrestricted net position amount of (\$2,577,558) includes the effect of deferring the recognition of revenues resulting from a deferred inflow from pensions. The \$713,313 balance of deferred inflow of resources, at September 30, 2017 will be recognized as a revenue and will increase the unrestricted net position over the next four years.

### **14. INSURANCE PROCEEDS**

The City of Byram received \$18,262 in insurance proceeds related to damage to police cars during the 2016 - 2017 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, 2017.

## **City of Byram, Mississippi**

Notes to the Financial Statements  
For the Year Ended September 30, 2017

### **16. 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 the following subsequent event has occurred requiring disclosure in the notes to the financial statements.

On December 14, 2017, the City issued a negotiable interest-bearing sewer system revenue bonds, series 2018 for the amount of \$5,500,000 maturing April 1, 2028.

## 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, 2017

Exhibit B-1

	Budgeted Amounts		Actual	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
<b>Revenues:</b>				
Sales taxes	\$ 2,520,000	2,550,000	2,649,246	99,246
Property taxes	2,694,479	2,772,479	2,972,851	200,372
Licenses and permits	461,500	471,500	485,126	13,626
Fines and forfeitures	336,500	324,500	351,470	26,970
Investment income	3,000	3,000	4,962	1,962
Grants and donations	1,000	1,000	-	(1,000)
Charges for services	15,500	40,500	53,538	13,038
Intergovernmental programs	390,895	463,095	461,239	(1,856)
Other	158,000	158,000	122,335	(35,665)
<b>Total Revenues</b>	<b>6,580,874</b>	<b>6,784,074</b>	<b>7,100,767</b>	<b>316,693</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government:				
Personnel services	772,086	768,636	713,586	55,050
Supplies	42,500	41,950	31,223	10,727
Services	570,034	586,534	485,394	101,140
Capital outlay/debt service	88,100	101,600	89,266	12,334
	<b>1,472,720</b>	<b>1,498,720</b>	<b>1,319,469</b>	<b>179,251</b>
Public safety				
Personnel services	3,538,418	3,508,035	3,077,574	430,461
Supplies	338,925	327,925	224,008	103,917
Services	492,700	514,700	392,127	122,573
Capital outlay/debt service	661,800	211,800	170,676	41,124
	<b>5,031,843</b>	<b>4,562,460</b>	<b>3,864,385</b>	<b>698,075</b>
Public services				
Personnel services	429,638	427,323	360,201	67,122
Supplies	151,000	151,000	115,150	35,850
Services	232,310	232,310	177,579	54,731
Capital outlay/debt service	412,000	705,500	711,782	(6,282)
	<b>1,224,948</b>	<b>1,516,133</b>	<b>1,364,712</b>	<b>151,421</b>
Culture and recreation				
Personal services	90,812	87,612	69,468	18,144
Supplies	36,300	51,300	45,573	5,727
Services	54,950	58,150	51,722	6,428
Capital outlay/debt service	25,000	10,000	6,156	3,844
	<b>207,062</b>	<b>207,062</b>	<b>172,919</b>	<b>34,143</b>
Debt service:				
Principal	122,889	122,889	97,532	25,357
Interest	12,429	12,429	10,182	2,247
Other	-	-	7	(7)
	<b>135,318</b>	<b>135,318</b>	<b>107,721</b>	<b>27,597</b>
<b>Total Expenditures</b>	<b>8,071,891</b>	<b>7,919,693</b>	<b>6,829,206</b>	<b>(1,090,487)</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(1,491,017)</b>	<b>(1,135,619)</b>	<b>271,561</b>	<b>(1,407,180)</b>
<b>Other Financing Sources (Uses):</b>				
Lease proceeds	450,000	-	-	-
Insurance proceeds	-	-	18,262	18,262
Transfers in	1,901,415	1,901,415	-	(1,901,415)
Transfers out	(1,812,452)	(1,943,525)	-	1,943,525
Other	-	-	(269)	(269)
<b>Total Other Financing Sources (Uses)</b>	<b>538,963</b>	<b>(42,110)</b>	<b>17,993</b>	<b>60,103</b>
<b>Net Change in Fund Balance</b>	<b>(952,054)</b>	<b>(1,177,729)</b>	<b>289,554</b>	<b>1,467,283</b>
Fund Balances - Beginning, as previously reported	952,054	1,177,729	4,757,828	3,580,099
Prior period adjustments	-	-	(93)	(93)
Fund Balances - Beginning, as previously reported	952,054	1,177,729	4,757,735	3,580,006
Fund Balances - September 30	\$ -	-	5,047,289	5,047,382

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\*

	<u>2017</u>	<u>2016</u>	<u>2015</u>
City's proportion of the net pension liability (asset)	\$ 8,281,441	8,207,459	6,645,406
City's proportionate share of the net pension liability (asset)	0.049818%	0.045948%	0.042990%
City's covered payroll	823,727	649,340	586,317
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	1005.36%	1263.97%	1133.41%
Plan fiduciary net position as a percentage of the total pension liability	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

	2017	2016	2015	2014	2013
Contractually required contribution	\$ 508,408	468,891	434,495	423,006	372,462
Contributions in relation to the contractually required contribution	508,408	468,891	434,495	423,006	372,462
Contribution deficiency (excess)	\$ -	-	-	-	-
City's covered payroll	3,227,987	2,977,086	2,758,698	2,685,752	2,611,935
Contributions as a percentage of covered payroll	15.75%	15.75%	15.75%	15.75%	14.26%
	2012	2011	2010		
Contractually required contribution	\$ 302,375	109,734	7,971		
Contributions in relation to the contractually required contribution	302,375	109,734	7,971		
Contribution deficiency (excess)	\$ -	-	-		
City's covered payroll	2,338,554	848,677	61,647		
Contributions as a percentage of covered payroll	12.93%	12.93%	12.93%		

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.

\* On June 25, 2009, the City of Byram, Mississippi was officially incorporated as a municipality. Therefore 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, 2017

### 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).

The following schedule reconciles the budgetary basis schedule to the GAAP basis financial statements for the General Fund:

		General Fund
Budget (Cash Basis)	\$	5,047,289
Net adjustments for expenditure accruals		(176,386)
GAAP Basis	\$	4,870,903

## City of Byram, Mississippi

Notes to the Required Supplementary Information (Continued)  
For the Year Ended September 30, 2017

### Pension Schedules

#### A. Changes of assumptions.

##### 2015

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

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

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

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

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

##### 2016

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

##### 2017

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

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

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

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

#### (2) Change 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.

## **OTHER SUPPLEMENTARY INFORMATION**

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

**CITY OF BYRAM, MISSISSIPPI**

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 SEPTEMBER 30, 2017

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Assets:</b>			
Pooled cash and cash equivalents	\$ 69,532	\$ 699,098	\$ 768,630
Total Assets	<u>\$ 69,532</u>	<u>\$ 699,098</u>	<u>\$ 768,630</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Total Liabilities	<u>          --          </u>	<u>          --          </u>	<u>          --          </u>
<b>Fund Balances:</b>			
<b>Restricted:</b>			
Unemployment benefits	52,964	--	52,964
Public safety	16,568	--	16,568
Debt services	--	699,098	699,098
Total Fund Balances	<u>69,532</u>	<u>699,098</u>	<u>768,630</u>
Total Liabilities and Fund Balances	<u>\$ 69,532</u>	<u>\$ 699,098</u>	<u>\$ 768,630</u>

**CITY OF BYRAM, MISSISSIPPI**

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
<b>Revenues:</b>			
Property taxes	\$ --	\$ 378,243	\$ 378,243
Investment income	87	513	600
Intergovernmental programs	--	14,573	14,573
Total Revenues	<u>87</u>	<u>393,329</u>	<u>393,416</u>
<b>Expenditures:</b>			
Current:			
General government	--	8,564	8,564
Public safety	16,989	--	16,989
Debt service:			
Principal	--	210,000	210,000
Interest	--	115,950	115,950
Other	--	500	500
Total Expenditures	<u>16,989</u>	<u>335,014</u>	<u>352,003</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(16,902)</u>	<u>58,315</u>	<u>41,413</u>
<b>Other Financing Sources (Uses):</b>			
Transfers in	--	473,528	473,528
Total Other Financing Sources (Uses)	<u>--</u>	<u>473,528</u>	<u>473,528</u>
Net Change in Fund Balances	(16,902)	531,843	514,941
Fund Balances - Beginning	86,434	167,255	253,689
Fund Balances - Ending	<u>\$ 69,532</u>	<u>\$ 699,098</u>	<u>\$ 768,630</u>

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## SPECIAL REVENUE FUNDS

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

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

1. Law Enforcement Fund
2. Unemployment Fund

**CITY OF BYRAM, MISSISSIPPI**  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 SEPTEMBER 30, 2017

	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
<b>Assets:</b>			
Pooled cash and cash equivalents	\$ 16,568	\$ 52,964	\$ 69,532
Total Assets	<u>\$ 16,568</u>	<u>\$ 52,964</u>	<u>\$ 69,532</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balances:</b>			
<b>Restricted:</b>			
Unemployment benefits	--	52,964	52,964
Public safety	16,568	--	16,568
Total Fund Balances	<u>16,568</u>	<u>52,964</u>	<u>69,532</u>
Total Liabilities and Fund Balances	<u>\$ 16,568</u>	<u>\$ 52,964</u>	<u>\$ 69,532</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, 2017

	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
<b>Revenues:</b>			
Investment income	\$ 24	\$ 63	\$ 87
Total Revenues	<u>24</u>	<u>63</u>	<u>87</u>
<b>Expenditures:</b>			
Current:			
Public safety	16,989	--	16,989
Total Expenditures	<u>16,989</u>	<u>--</u>	<u>16,989</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(16,965)</u>	<u>63</u>	<u>(16,902)</u>
<b>Other Financing Sources (Uses):</b>			
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>--</u>
Net Change in Fund Balances	(16,965)	63	(16,902)
Fund Balances - Beginning	33,533	52,901	86,434
Fund Balances - Ending	<u>\$ 16,568</u>	<u>\$ 52,964</u>	<u>\$ 69,532</u>

**CITY OF BYRAM, MISSISSIPPI**

**Exhibit C-5**

Law Enforcement Fund  
 Special Revenue Fund  
 Budgetary Comparison Schedule  
 For the Year Ended September 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Investment income	\$ 25	25	24	(1)
Total Revenues	25	25	24	(1)
<b>Expenditures:</b>				
Public safety:				
Supplies	600	10,465	16,989	(6,524)
Capital outlay	-	7,500		7,500
Total Expenditures	600	17,965	16,989	976
Excess (Deficiency) of Revenues Over (Under) Expenditures	(575)	(17,940)	(16,965)	975
Net Change in Fund Balances	(575)	(17,940)	(16,965)	975
Fund Balances - Beginning	14,740	33,015	33,533	518
Fund Balances - Ending	\$ 14,165	15,075	16,568	1,493

**CITY OF BYRAM, MISSISSIPPI**  
 Unemployment Fund  
 Special Revenue Fund  
 Budgetary Comparison Schedule  
 For the Year Ended September 30, 2017

**Exhibit C-6**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Investment income	\$ -	-	63	63
Total Revenues	-	-	63	63
<b>Expenditures:</b>				
General government:				
Services	10,000	10,000	-	10,000
Total Expenditures	10,000	10,000	-	10,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,000)	(10,000)	63	10,063
Net Change in Fund Balances	(10,000)	(10,000)	63	10,063
Fund Balances - Beginning	48,941	48,941	52,901	3,960
Fund Balances - Ending	\$ 38,941	38,941	52,964	14,023

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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, 2017

	2012 GO Bond & Interest Fund	2017 BTC TIF Bond & Interest Fund	Total Nonmajor Debt Service Funds (See Exhibit C-1)
<b>Assets:</b>			
Pooled cash and cash equivalents	\$ 226,976	\$ 472,122	\$ 699,098
Total Assets	<u>\$ 226,976</u>	<u>\$ 472,122</u>	<u>\$ 699,098</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balances:</b>			
<b>Restricted:</b>			
Debt services	226,976	472,122	699,098
Total Fund Balances	<u>226,976</u>	<u>472,122</u>	<u>699,098</u>
Total Liabilities and Fund Balances	<u>\$ 226,976</u>	<u>\$ 472,122</u>	<u>\$ 699,098</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, 2017

	2012 GO Bond & Interest Fund	2017 BTC TIF Bond & Interest Fund	Total Nonmajor Debt Service Funds (See Exhibit C-2)
<b>Revenues:</b>			
Property taxes	\$ 378,243	\$ --	\$ 378,243
Investment income	388	125	513
Intergovernmental programs	14,573	--	14,573
Total Revenues	<u>393,204</u>	<u>125</u>	<u>393,329</u>
<b>Expenditures:</b>			
Current:			
General government	7,033	1,531	8,564
Debt service:			
Principal	210,000	--	210,000
Interest	115,950	--	115,950
Other	500	--	500
Total Expenditures	<u>333,483</u>	<u>1,531</u>	<u>335,014</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>59,721</u>	<u>(1,406)</u>	<u>58,315</u>
<b>Other Financing Sources (Uses):</b>			
Transfers in	--	473,528	473,528
Total Other Financing Sources (Uses)	<u>--</u>	<u>473,528</u>	<u>473,528</u>
Net Change in Fund Balances	59,721	472,122	531,843
Fund Balances - Beginning	167,255	--	167,255
Fund Balances - Ending	<u>\$ 226,976</u>	<u>\$ 472,122</u>	<u>\$ 699,098</u>

## CAPITAL PROJECT FUND

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

The City maintains only one capital project fund as follows:

1. 2017 Byram Town Center TIF Fund



**CITY OF BYRAM, MISSISSIPPI**  
 2017 Byram Town Center TIF Fund  
 Capital Project Fund  
 Budgetary Comparison Schedule  
 For the Year Ended September 30, 2017

**Exhibit C-9**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues:</b>				
Total Revenues	\$ -	-	-	-
<b>Expenditures:</b>				
Public services:				
Capital outlay/debt service	4,226,473	4,226,473	4,226,472	1
	<u>4,226,473</u>	<u>4,226,473</u>	<u>4,226,472</u>	<u>1</u>
Total Expenditures	<u>4,226,473</u>	<u>4,226,473</u>	<u>4,226,472</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,226,473)</u>	<u>(4,226,473)</u>	<u>(4,226,472)</u>	<u>1</u>
<b>Other Financing Sources (Uses):</b>				
Bonds issued	4,700,000	4,700,000	4,700,000	-
Transfer out	-	-	(473,528)	(473,528)
Total Other Financing Sources (Uses)	<u>4,700,000</u>	<u>4,700,000</u>	<u>4,226,472</u>	<u>(473,528)</u>
Net Change in Fund Balances	<u>473,527</u>	<u>473,527</u>	<u>-</u>	<u>(473,527)</u>
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	<u>\$ 473,527</u>	<u>473,527</u>	<u>-</u>	<u>(473,527)</u>

## ENTERPRISE FUND

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

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

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

CITY OF BYRAM, MISSISSIPPI

Exhibit C-10

Sewer Fund  
 Enterprise Fund  
 Budgetary Comparison Schedule  
 For the Year Ended September 30, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Operating revenues:</b>				
Charges for services	\$ 839,917	789,917	876,208	86,291
Total Operating Revenues	<u>839,917</u>	<u>789,917</u>	<u>876,208</u>	<u>86,291</u>
<b>Operating Expenses</b>				
Personal services	149,932	149,932	184,950	(35,018)
Services	175,861	175,861	110,000	65,861
Supplies	52,770	52,770	43,943	8,827
Depreciation	-	-	205,813	(205,813)
Miscellaneous	357,190	393,190	9,079	384,111
Total Operating Expenses	<u>735,753</u>	<u>771,753</u>	<u>553,785</u>	<u>217,968</u>
Operating Income	<u>104,164</u>	<u>18,164</u>	<u>322,423</u>	<u>304,259</u>
<b>Non-Operating Revenues (Expenses):</b>				
Interest revenue	100	100	58	(42)
Debt service interest	-	-	(75,455)	(75,455)
Total Non-Operating Revenues (Expenses)	<u>100</u>	<u>100</u>	<u>(75,397)</u>	<u>(75,497)</u>
Net Income	<u>104,264</u>	<u>18,264</u>	<u>247,026</u>	<u>228,762</u>
Net Position - Beginning, as previously reported	3,905	3,905	1,223,115	1,219,210
Prior Period Adjustment	-	-	(281,977)	(281,977)
Net Position - Beginning, as restated	<u>3,905</u>	<u>3,905</u>	<u>941,138</u>	<u>937,233</u>
Net Position - Ending	<u>\$ 108,169</u>	<u>22,169</u>	<u>1,188,164</u>	<u>1,165,995</u>

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## OTHER INFORMATION

**City of Byram, Mississippi**  
Schedule of Surety Bonds for Municipal Officials  
September 30, 2017

<b>Name</b>	<b>Position</b>	<b>Company</b>	<b>Bond Amount</b>
Richard White	Mayor	Travelers Casualty & Surety	\$ 100,000
Richard Cook	Alderman At Large	Travelers Casualty & Surety	\$ 100,000
Janice Moser	Alderman	Travelers Casualty & Surety	\$ 100,000
Diandra A. Hosey	Alderman	Travelers Casualty & Surety	\$ 100,000
Charlie Campbell	Alderman	Travelers Casualty & Surety	\$ 100,000
Teresa Mack	Alderman	Travelers Casualty & Surety	\$ 100,000
Wanda Smith	Alderman	Travelers Casualty & Surety	\$ 100,000
Paul Moore	Alderman	Travelers Casualty & Surety	\$ 100,000
Angela Richburg	City Clerk	Travelers Casualty & Surety	\$ 50,000
Linda White	Deputy City Clerk	Travelers Casualty & Surety	\$ 50,000
Luke Thompson	Police Chief	Travelers Casualty & Surety	\$ 50,000
Paula Morrison	Court Clerk	Travelers Casualty & Surety	\$ 50,000
Darnishia Norwood	Deputy Court Clerk	Travelers Casualty & Surety	\$ 50,000
Ayn Reed	Executive Asst	Travelers Casualty & Surety	\$ 50,000
Stacy Gallagher	CID Admin Asst	Travelers Casualty & Surety	\$ 50,000
Cohn Livingston	Director of Public Works	Travelers Casualty & Surety	\$ 50,000
Kitty Thompson	Compliance Clerk	Travelers Casualty & Surety	\$ 50,000
Hiawatha Stewart	Records Clerk	Travelers Casualty & Surety	\$ 50,000
Gwendolyn Artis	Sewer Billing Clerk	Travelers Casualty & Surety	\$ 50,000
Reginald Cooper	Police Officer	Travelers Casualty & Surety	\$ 50,000
Colin Cooper	Police Officer	Travelers Casualty & Surety	\$ 50,000
Ford Hayman	Police Officer	Travelers Casualty & Surety	\$ 50,000
Maurice Kendrick	Police Officer	Travelers Casualty & Surety	\$ 50,000
David Errington	Police Officer	Travelers Casualty & Surety	\$ 50,000

	Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance October 1, 2016	Current Year Transactions			Balance September 30, 2017
						Additions	Reductions	Adjustments	
<b>Governmental Activities</b>									
Bonds									
Public Improvement	8/1/2012	8/1/2032	2.4 - 3.4%	5,000,000	\$ 4,225,000	-	210,000	-	4,015,000
Tax Increment Financing Bonds	8/16/2017	7/1/2029	3.05%	4,700,000	-	4,700,000	-	-	4,700,000
Total General Obligation Bonds					\$ 4,225,000	4,700,000	210,000	-	8,715,000
Other Long-Term Debt									
Motorola Lease Purchase	10/1/2013	10/1/2018	3.56%	266,633	\$ 165,539	-	53,260	328	112,607
Sirens Lease Purchase	1/4/2016	4/30/2018	3.99%	111,012	73,492	-	36,027	-	37,465
Caterpillar CB24B Asphalt Compactor	10/13/2014	10/13/2019	2.70%	21,841	16,504	-	3,002	-	13,502
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,063	48,775	-	5,243	-	43,532
Total Other Long-Term Debt					\$ 304,310	-	97,532	328	207,106
Total Governmental Long-Term Debt					\$ 4,529,310	4,700,000	307,532	328	8,922,106
<b>Business-Type Activities</b>									
General Obligations Bonds									
General Obligation Bonds, Series 2015	9/1/2015	9/1/2025	2.1-3.0%	700,000	\$ 640,000	-	65,000	-	575,000
Total General Obligation Bonds					\$ 640,000	-	65,000	-	575,000
Other Long-Term Debt									
State Revolving Fund (SRF) - Sewer Improvements Loan	9/1/2012	5/1/2032	1.75%	2,750,000	\$ 2,281,138	-	127,683	-	2,153,455
State Revolving Fund (SRF) - Water Pollution Loan	5/1/2014	2/1/2034	1.75%	677,082	542,986	-	26,904	-	516,082
State Revolving Fund (SRF) - Water Pollution Loan	9/21/2016	6/1/2036	1.75%	708,425	708,425	-	25,463	-	682,962
Caterpillar CB24B Asphalt Compactor	10/13/2014	10/13/2019	2.70%	21,841	16,582	-	3,001	-	13,581
Caterpillar 420F2 Backhoe Loader	12/15/2015	1/15/2021	2.05%	53,062	48,775	-	5,243	-	43,532
Total Other Long-Term Debt					\$ 3,597,906	-	188,294	-	3,409,612
Total Business-type Activities Long-Term Debt					\$ 4,237,906	-	253,294	-	3,984,612

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

Fiscal Year	General Government	Public Safety	Public Works	Culture and Recreation	Debt Service	Total
2009	-	-	-	-	-	-
2010	697,009	469,942	98,528	-	-	1,265,479
2011	339,846	2,920,942	480,740	18,945	-	3,760,473
2012	1,553,118	3,270,479	2,141,336	33,049	97,700	7,095,682
2013	1,271,893	3,724,737	2,416,541	25,437	525,722	7,964,330
2014	1,115,623	5,420,550	1,828,814	4,062	523,933	8,892,982
2015	1,108,285	3,775,704	1,517,235	28,667	587,817	7,017,708
2016	1,401,782	4,086,626	1,611,844	79,731	469,145	7,649,128
2017	1,504,419	3,881,373	5,350,184	172,920	675,171	11,584,067

(1) Incorporation was effective in June, 2009

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

Fiscal Year	Taxes	Licenses & Permits	Inter- Governmental Revenue	Charges for Services	Fines	Grants & Donations	Interest Earned	Misc.	Total
2009	-	-	-	-	-	-	-	-	-
2010	3,800	210	144	1	-	-	19	15	4,189
2011	4,070	386	542	18	163	-	43	18	5,240
2012	4,272	385	430	16	379	61	27	19	5,589
2013	4,972	385	1,087	24	289	29	28	20	6,834
2014	4,884	444	859	17	401	25	10	33	6,674
2015	4,889	525	551	125	234	34	7	49	6,415
2016	5,514	492	757	27	196	40	5	173	7,205
2017	6,000	485	476	54	351	-	6	122	7,494

(1) Incorporation was effective in June, 2009

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Governmental Funds Fund Balances</b>									
<b>General Fund</b>									
Unassigned	\$0	\$2,923	\$4,123	\$4,204	\$4,711	\$4,938	\$4,474	\$4,758	\$4,871
<b>Total General Fund</b>	<b>-</b>	<b>2,923</b>	<b>4,123</b>	<b>4,204</b>	<b>4,711</b>	<b>4,938</b>	<b>4,474</b>	<b>4,758</b>	<b>4,871</b>
<b>All Other Governmental Funds</b>									
<b>Restricted:</b>									
Unemployment	\$0	\$1	\$14	\$35	\$54	\$74	\$100	\$53	\$53
Public Safety	-	-	-	1	1	34	54	34	17
Capital Projects	-	-	-	3,614	2,105	199	48	-	-
Debt Service	-	-	-	8	45	77	132	167	699
Unassigned:	-	2,923	4,123	4,204	4,711	4,938	4,474	4,758	4,871
<b>Total All Other Governmental Funds</b>	<b>\$0</b>	<b>\$1</b>	<b>\$4,137</b>	<b>\$7,862</b>	<b>\$6,916</b>	<b>\$5,322</b>	<b>\$4,808</b>	<b>\$5,012</b>	<b>\$5,640</b>
<b>Government-Wide Funds Net Position</b>									
<b>Governmental Activities:</b>									
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,370	\$5,634	\$9,897	\$10,014	\$9,121	\$4,656
Restricted	-	1	14	3,658	2,168	357	306	237	739
Unrestricted	-	2,923	4,093	4,231	4,697	4,792	(976)	(1,340)	(2,181)
<b>Total Governmental Activities</b>	<b>\$0</b>	<b>\$8,345</b>	<b>\$10,181</b>	<b>\$10,259</b>	<b>\$12,499</b>	<b>\$15,046</b>	<b>\$9,344</b>	<b>\$8,018</b>	<b>\$3,214</b>
<b>Business-Type Activities:</b>									
Net Investment in Capital Assets	\$0	\$ -	\$ -	(\$274)	(\$324)	(\$656)	(\$641)	\$1,569	\$1,585
Unrestricted	-	-	-	(94)	(211)	(230)	(370)	(346)	(397)
<b>Total Business-Type Activities</b>	<b>\$0</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(\$368)</b>	<b>(\$535)</b>	<b>(\$886)</b>	<b>(\$1,011)</b>	<b>\$1,223</b>	<b>\$1,188</b>
<b>Total Primary Government:</b>									
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,096	\$5,310	\$9,241	\$9,373	\$10,690	\$6,241
Restricted	-	1	14	3,658	2,168	357	306	237	739
Unrestricted	-	2,923	4,093	4,137	4,486	4,562	(1,346)	(1,686)	(2,578)
<b>Total Primary Government</b>	<b>\$0</b>	<b>\$8,345</b>	<b>\$10,181</b>	<b>\$9,891</b>	<b>\$11,964</b>	<b>\$14,160</b>	<b>\$8,333</b>	<b>\$9,241</b>	<b>\$4,402</b>

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

(1) Incorporation was effective in June, 2009

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Expenses</b>									
Governmental activities:									
General government	\$0	\$882,958	\$1,262,270	\$2,166,967	\$1,744,091	\$1,614,727	\$1,157,724	\$1,276,167	\$1,321,123
Public safety	-	144,085	1,548,243	1,255,309	495,330	1,313,027	3,906,432	3,215,882	3,400,103
Public services	-	125,092	521,605	2,196,081	2,479,546	1,897,671	1,910,226	1,875,852	5,630,570
Culture and recreation	-	-	18,945	33,049	25,437	4,062	28,667	78,275	167,677
Pension expense	-	-	-	-	-	-	799,967	1,276,214	1,461,677
Interest on long-term debt	-	-	-	-	42,002	83,372	636	123,732	380,211
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
Business-type activities									
Public utility	-	-	-	592,306	607,677	589,436	715,055	1,385,298	629,240
Total business-type activities expenses	-	-	-	592,306	607,677	589,436	715,055	1,385,298	629,240
Total primary government expenses	\$0	\$1,152,135	\$3,351,063	\$6,243,712	\$5,394,083	\$5,502,295	\$8,518,707	\$9,231,420	\$12,990,601
<b>Program Revenues</b>									
Governmental activities:									
Charges for services:									
General government	\$0	\$210,740	\$682,135	\$1,161,125	\$882,694	\$1,053,488	\$1,059,074	\$873,915	\$996,983
Operating grants and contributions	-	130,678	418,823	250,887	898,923	659,590	277,491	475,668	364,955
Total governmental activities program revenue:	-	341,418	1,100,958	1,412,012	1,781,617	1,713,078	1,336,565	1,349,583	1,361,938
Business-type activities:									
Charges for services:									
Sewer	-	-	-	32,938	576,353	573,696	848,884	1,121,606	876,208
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
Total primary government program revenues	\$0	\$341,418	\$1,100,958	\$1,444,950	\$2,357,970	\$2,286,774	\$2,185,449	\$2,976,066	\$2,238,146
<b>Net (Expense)/Revenue</b>									
Governmental activities	\$0	(\$810,717)	(\$2,250,105)	(\$4,239,394)	(\$3,004,789)	(\$3,199,781)	(\$6,467,087)	(\$6,496,539)	(\$10,999,423)
Business-type activities	-	-	-	(559,368)	(31,324)	(15,740)	133,829	241,185	246,968
Total primary government net expense	\$0	(\$810,717)	(\$2,250,105)	(\$4,798,762)	(\$3,036,113)	(\$3,215,521)	(\$6,333,258)	(\$6,255,354)	(\$10,752,455)
<b>General Revenues and Other Changes in Net Position</b>									
Governmental Activities:									
Taxes									
Property taxes	\$0	\$2,307,169	\$2,542,079	\$2,561,178	\$3,024,808	\$3,026,559	\$3,069,187	\$3,143,628	\$3,351,094
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
Road and bridge privilege taxes	-	-	-	-	-	-	117,550	142,547	15,816
Other taxes	-	14,969	20,883	30,042	23,792	31,431	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
Miscellaneous	-	13,667	5,977	57,632	29,253	61,966	72,070	289,702	122,135
Transfers	-	-	-	20,854	183,335	332,173	31,402	-	-
Total governmental activities	\$0	\$3,848,561	\$4,139,981	\$4,409,096	\$5,236,401	\$5,319,880	\$5,123,412	\$5,958,038	\$6,150,238
Business-type activities:									
Unrestricted investment income	-	-	-	34	117	62	45	57	58
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
Total primary government	\$0	\$3,848,561	\$4,139,981	\$4,600,364	\$5,053,183	\$4,987,769	\$5,092,055	\$5,958,095	\$6,150,296
<b>Change in Net Position</b>									
Governmental activities	\$0	\$3,037,844	\$1,889,876	\$169,702	\$2,231,612	2,120,099	(1,343,675)	(538,501)	(4,849,185)
Business-type activities	-	-	-	(368,100)	(214,542)	(347,851)	102,472	241,242	247,026
Total primary government	\$0	\$3,037,844	\$1,889,876	(\$198,398)	\$2,017,070	\$1,772,248	(\$1,241,203)	(\$297,259)	(\$4,602,159)

(1) Incorporation was effective in June, 2009

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Revenues</b>									
Sales Taxes	\$0	\$1,493,274	\$1,527,692	\$1,711,344	\$1,946,916	\$1,857,650	\$1,820,194	\$2,370,509	\$2,649,246
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
Licenses, fees, and permits	-	210,340	386,048	385,075	385,417	444,271	525,063	491,565	485,126
Fines and forfeitures	-	-	163,268	378,722	288,986	401,394	234,269	195,854	351,470
Chages for services	-	400	17,737	16,230	23,739	16,625	125,240	27,395	53,538
Grants and donations	-	-	-	60,687	28,767	25,137	34,114	40,241	0
Investment income	-	19,482	43,350	27,432	28,297	10,101	6,624	5,267	5,562
Intergovernmental programs	-	144,384	542,253	429,718	1,086,701	859,094	551,307	757,020	475,812
Other revenue	-	14,930	18,409	19,048	20,561	32,933	48,548	173,234	122,335
<b>Total Revenues</b>	<b>0</b>	<b>4,189,979</b>	<b>5,240,836</b>	<b>5,589,434</b>	<b>6,834,192</b>	<b>6,673,764</b>	<b>6,414,546</b>	<b>7,204,713</b>	<b>7,494,183</b>
<b>Expenditures</b>									
General government	-	697,009	993,846	1,553,118	1,271,893	1,115,623	1,108,285	1,401,782	1,504,419
Public safety	-	469,942	2,920,942	3,270,479	3,724,737	5,420,550	3,775,704	4,086,626	3,881,373
Public services	-	98,528	480,740	2,141,366	2,416,541	1,828,814	1,517,235	1,611,844	5,350,184
Culture and recreation	-	-	18,945	33,049	25,437	4,062	28,667	79,731	172,920
Debt service:	-	-	-	-	-	-	-	-	-
Principal	-	-	-	-	355,836	372,132	438,703	334,000	307,532
Interest	-	-	-	-	169,386	151,801	148,614	134,645	126,132
Other	-	-	-	97,700	500	-	500	500	241,507
<b>Total Expenditures</b>	<b>0</b>	<b>1,265,479</b>	<b>4,414,473</b>	<b>7,095,712</b>	<b>7,964,330</b>	<b>8,892,982</b>	<b>7,017,708</b>	<b>7,649,128</b>	<b>11,584,067</b>
Excess of revenues over/ (under) expenditures	0	2,924,500	826,363	(1,506,278)	(1,130,138)	(2,219,218)	(603,162)	(444,415)	(4,089,884)
<b>Other Financing Sources (Uses)</b>									
Issuance of bonds/ loan proceeds	-	-	-	5,000,000	-	-	-	-	4,700,000
Inception of leases	-	-	385,689	189,367	-	266,633	43,682	164,075	0
Insurance proceeds	-	-	-	21,453	-	27,021	14,300	17,302	18,262
Transfers from other funds	-	-	-	1,310,854	183,335	332,173	31,402	202,830	473,528
Transfers to other funds	-	-	-	(1,290,000)	-	-	-	(202,830)	(473,528)
Other	-	-	-	-	491	-	(271)	85,606	(269)
<b>Total other financing sources (uses)</b>	<b>0</b>	<b>0</b>	<b>385,689</b>	<b>5,231,674</b>	<b>183,826</b>	<b>625,827</b>	<b>89,113</b>	<b>266,983</b>	<b>4,717,993</b>
<b>Net change in fund balances</b>	<b>\$0</b>	<b>\$2,924,500</b>	<b>\$1,212,052</b>	<b>\$3,725,396</b>	<b>(\$946,312)</b>	<b>(\$1,593,391)</b>	<b>(\$514,049)</b>	<b>(\$177,432)</b>	<b>\$628,109</b>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	1.97%	11.86%	11.73%	8.95%	7.50%	6.63%

(1) Incorporation was effective in June, 2009

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

Fiscal Year	Total Levy	Current Collections	% Current Collected	Delinquent Collections	Total Tax Collections	Ratio Total Collected to Levy	Outstanding Delinquent Taxes	Ratio Delinquent to Total Levy
2009	-	-	0.0%	-	0	0.0%	0	0.00%
2010	2,497,215	2,302,517	92.2%	0	2,302,517	92.2%	194,698	7.80%
2011	2,524,707	2,490,340	98.6%	51,738	2,542,078	100.7%	177,327	7.02%
2012	2,417,596	2,512,391	103.9%	48,787	2,561,178	105.9%	128,540	5.32%
2013	2,898,151	2,982,191	102.9%	20,734	3,002,925	103.6%	107,806	3.72%
2014	3,109,693	2,928,260	94.2%	181,433	3,109,693	100.0%	107,806	3.47%
2015	2,986,690	2,975,988	99.6%	93,199	3,069,187	102.8%	25,309	0.85%
2016	3,025,926	3,070,130	101.5%	73,498	3,143,628	103.9%	0	0.00%
2017	3,395,297	3,289,025	96.9%	62,065	3,351,090	98.7%	44,207	1.30%

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

(2) Incorporation was effective in June, 2009

Source: Hinds County Tax Collector office



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

Fiscal Year	REAL PROPERTY		PERSONAL PROPERTY		UTILITIES		VEHICLES		TOTALS		% Assessed Increase (Decrease)
	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	
2009	-	-	-	-	-	-	-	-	-	-	0.0%
2010	60,107,586	439,382,939	3,928,445	26,189,633	-	-	11,200,000	37,333,333	75,236,031	502,905,905	100.0%
2011	61,203,466	447,393,757	4,339,798	28,931,987	4,200,000	28,000,000	9,239,736	30,799,120	78,983,000	535,124,864	5.0%
2012	62,098,521	453,936,557	4,156,928	27,712,853	3,829,528	25,530,187	14,638,321	48,794,403	84,723,298	555,974,000	7.3%
2013	64,548,959	471,849,115	4,432,446	29,549,640	3,059,072	20,393,813	15,115,135	50,383,783	87,155,612	572,176,352	2.9%
2014	64,594,995	472,185,636	4,030,458	26,869,720	3,236,965	21,579,767	15,851,935	52,839,783	87,714,353	573,474,906	0.6%
2015	64,950,109	474,781,499	4,170,944	27,806,293	3,319,024	22,126,827	15,752,112	52,507,040	88,192,189	577,221,659	0.5%
2016	65,508,397	478,862,551	3,998,075	26,653,833	3,405,756	22,705,040	16,582,036	55,273,453	89,494,264	583,494,878	1.5%
2017	67,357,446	492,378,991	4,845,322	32,302,147	3,621,263	24,141,753	17,138,700	57,129,000	92,962,731	605,951,891	3.9%

(1) Assessment rates are as follows:

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

Personal Property - Assessed at 15% of actual value.

Utilities - Assessed at 15% of actual value.

Vehicles - Assessed at 30% of actual value.

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

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

Source: Hinds County Tax Assessor

(3) Incorporation was effective in June, 2009

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

Fiscal Year	City of Byram			Hinds County			School District			Grand Total Millage
	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	
2009	0	0.00	0.00	39.91	3.245	43.15	48.13	15.11	63.24	106.39
2010	30	0.00	30.00	41.96	3.245	45.21	48.17	12.81	60.98	136.19
2011	30	0.00	30.00	41.96	3.245	45.21	49.87	11.13	61.00	136.21
2012	30	4.10	34.10	42.75	2.455	45.21	48.97	12.03	61.00	140.31
2013	30	4.10	34.10	42.92	2.280	45.20	50.18	10.82	61.00	140.30
2014	30	4.10	34.10	42.43	1.750	44.18	50.12	10.88	61.00	139.28
2015	30	4.10	34.10	42.25	1.930	44.18	50.65	14.36	65.00	143.28
2016	30.2	3.90	34.10	42.20	1.930	44.13	54.31	12.74	67.05	145.28
2017	30.4	3.70	34.10	42.13	1.750	43.88	54.72	12.33	67.05	145.03

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

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

Taxpayer	2017				2009			
	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation
Spring Lake LLC	Apartment	\$ 1,869,960	1	21.06%				
Reserve of Byram II LLC	Apartment	1,519,052	2	17.11%				
Hinds Bradford Place United LLC	Apartment	1,714,119	3	19.30%				
Reserve of Byram LLC	Apartment	1,185,063	4	13.35%				
Kroger Limited Partnership	Grocery Store	757,807	5	8.53%				
M&H Drugs Inc	Shopping Center	414,459	6	4.67%				
Willow Creek Retirement LLC	Nursing Home	377,229	7	4.25%				
OMSIV INC	Hotel	375,846	8	4.23%				
Byram Development Co. Inc	Office Space	359,245	9	4.05%				
Raworth & Harvel, LLC	Office Space	306,771	10	3.45%				
Spring Lake LLC	Apartment				Apartment	2,038,523	1	24.71%
Hinds Bradford Place United LLC	Apartment				Apartment	1,553,012	2	18.82%
Reserve of Byram II LLC	Apartment				Apartment	1,466,239	3	17.77%
Reserve of Byram LLC	Apartment				Apartment	1,097,745	4	13.31%
Kroger Limited Partnership	Grocery Store				Grocery Store	477,253	5	5.79%
M&H Drugs Inc	Shopping Center				Shopping Center	429,822	6	5.21%
Courthouse Inc	Fitness				Fitness	350,204	7	4.25%
Willow Creek Retirement LLC	Nursing Home				Nursing Home	330,338	8	4.00%
OMSIV INC	Hotel				Hotel	254,136	9	3.08%
Byram Development Co. Inc	Office Space				Office Space	252,485	10	3.06%
Total taxable assessed value of 10 largest taxpayers		\$ 8,879,551		12.78%		\$ 8,249,757		12.88%
Total taxable assessed value of other taxpayers		\$ 60,626,921		87.22%		55,566,301		86.77%
Total taxable assessed value of all taxpayers		\$ 69,506,472		100.00%		\$64,036,031		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 Eight Years Ago**  
(amounts expressed in thousands)

Fiscal Year	Jurisdiction	(2) Net General Obligation Bonded Debt Outstanding	(3) Percentage Applicable to Byram	Amount Applicable to Byram
Direct:				
2017	City of Byram	\$4,590,000	100.00%	\$4,590,000
Overlapping:				
2017	Hinds County	39,830,000	3.72%	1,481,676
2017	Hinds County Schools	<u>14,796,821</u>	19.41%	<u>2,872,063</u>
Total Overlapping		<u>54,626,821</u>		<u>4,353,739</u>
Total Direct & Overlapping		<u>\$59,216,821</u>		<u>\$8,943,739</u>
Direct:				
2009	City of Byram	\$0	100.00%	\$0
Overlapping:				
2009	Hinds County	46,745,000	3.72%	1,738,914
2009	Hinds County Schools	<u>29,753,000</u>	19.41%	<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.

(3) Incorporation was effective in June, 2009

Source: Hinds County School District, Hinds County

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

Fiscal Year	Governmental Activities			Business-type Activities			Total Primary Government	Percentage of Personal Income (a)	Per Capita
	General Obligation Bonds	Tax Increment Limited Bonds	Other Debt	General Obligation Bonds	State Revolving Fund Loan	Other			
2009	-	-	-	-	-	-	-	0.00%	-
2010	-	-	6,450	-	-	-	6,450	0.00%	1
2011	-	-	415,073	-	-	-	415,073	0.15%	36
2012	5,000,000	-	575,056	-	2,750,000	-	8,325,056	2.82%	710
2013	4,815,000	-	673,637	-	2,651,055	-	8,139,692	3.01%	694
2014	4,625,000	-	440,477	-	3,125,301	-	8,190,778	3.10%	706
2015	4,430,000	-	269,056	700,000	2,976,028	19,705	8,394,789	2.88%	726
2016	4,225,000	-	496,257	640,000	3,532,549	68,369	8,962,175	3.21%	779
2017	4,015,000	4,700,000	207,106	575,000	3,352,499	57,260	12,906,865	3.92%	1,118

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

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

(b) Incorporation was effective in June, 2009

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

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017
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
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
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
Tax Increment Limited Obligations Bonds	-	-	-	0	0	0	0	0	4,700,000
G.O. Public Utility Bonds	-	-	-	-	-	-	700,000	640,000	575,000
Total Bonded Debt (a)	0	0	0	5,000,000	4,815,000	4,625,000	5,130,000	4,865,000	9,290,000
Less:									
Special Assessment Bonds	-	-	-	-	-	0	0	0	0
G. O. Public Utility Bonds	-	-	-	-	-	-	700,000	640,000	575,000
Total Excluded (b)	0	0	0	0	0	0	700,000	640,000	575,000
Total Net Debt Applicable to Limit (a)-(b)	0	0	0	5,000,000	4,815,000	4,625,000	4,430,000	4,225,000	8,715,000
Legal Debt Margin	\$0	\$11,285,405	\$11,847,450	\$7,708,495	\$8,258,342	\$8,532,153	\$8,798,828	\$9,199,140	\$5,229,410
Total Net Debt Applicable to the Limit as a percentage of debt limit	0.00%	0.00%	0.00%	39.34%	36.83%	35.15%	33.49%	31.47%	62.50%

(1) Incorporation was effective in June, 2009

**City of Byram**  
**Table 13**  
**Ratio of Net General Obligation Debt to Assessed Value and**  
**Net General Obligation Bonded Debt Per Capita**  
Last Nine 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
2009	-	-	-	-	-	-	0.00%
2010	11.5	75,236,031	-	-	-	-	0.00%
2011	11.6	78,983,000	-	-	0	-	0.00%
2012	11.7	84,723,298	5,000,000	-	5,000,000	426,585	5.90%
2013	11.7	87,155,612	4,815,000	44,972	4,770,028	406,964	5.47%
2014	11.6	87,714,353	4,625,000	77,232	4,547,768	391,948	5.18%
2015	11.6	88,192,189	5,130,000	131,802	4,998,198	432,520	5.67%
2016	11.5	89,494,264	4,865,000	89,780	4,775,220	414,912	5.34%
2017	11.5	92,962,731	4,590,000	699,098	3,890,902	337,021	4.19%

- (1) Bureau of the Census established 2000 and 2010 populations.  
Interim figures are based on estimates by the Planning District and residential construction permits.
- (2) From Table 7.
- (3) Special Assessment debt has been excluded.
- (4) Expressed in actual dollars.
- (5) Incorporation was effective in June, 2009

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

Fiscal Year	Principal	Interest	Total Debt Service	Total Governmental Expenditures	Ratio of Debt Service to General Governmental Expenditures
2009	-	-	-	-	0.00%
2010	-	-	-	1,265,479	0.00%
2011	-	-	-	4,414,473	0.00%
2012	-	-	-	7,095,682	0.00%
2013	185,000	142,300	327,300	7,964,330	4.11%
2014	190,000	136,010	326,010	8,892,982	3.67%
2015	195,000	129,550	324,550	7,017,708	4.62%
2016	265,000	140,395	405,395	7,649,128	5.30%
2017	275,000	132,165	407,165	11,584,067	3.51%

(1) Incorporation was effective in June, 2009



**City of Byram**  
**Table 15**  
**Construction Activity (1)**  
 Nine -Year Period Ending December 31, 2017  
 (amounts expressed in actual dollars)

Calendar Year	Non-Residential		Residential			Alterations	Total Value	% Change
	Number of Permits	Value	Number of Permits	Increase In Family Units	Value			
2009	112	\$ 680,845	21	21	\$ 1,994,000	-	\$ 2,674,845	100.0%
2010	179	10,200,046	39	39	3,967,710	4	14,167,760	429.7%
2011	207	10,013,349	18	18	2,552,460	2	12,565,811	-11.3%
2012	202	4,948,403	28	28	2,887,525	5	7,835,933	-37.6%
2013	198	3,501,532	37	37	4,943,798	12	8,445,342	7.8%
2014	203	4,267,830	28	28	2,697,749	7	6,965,586	-17.5%
2015	249	16,804,829	61	45	6,340,530	7	23,145,366	232.3%
2016	39	7,291,724	71	57	5,765,717	14	13,057,454	-43.6%
2017	66	7,445,251	112	42	5,638,843	70	13,084,164	0.2%

(1) Source: City of Byram Building Permit Section

(2) Incorporation was effective in June, 2009

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

Fiscal Year	Real Property Value (2)	Non-Residential Construction (1)		Residential Construction (1)		Additions/Alterations (1)	
		Number of Units	Value	Number of Units	Value	Number of Units	Value
2009	-	112	681	21	1,994	-	2,675
2010	439,382,939	179	10,200	39	3,968	4	14,168
2011	447,393,757	207	10,013	18	2,552	2	12,566
2012	453,936,557	202	4,948	28	2,888	5	7,836
2013	471,849,115	198	3,502	37	4,944	12	8,445
2014	472,185,636	203	4,268	28	2,698	7	6,966
2015	474,781,499	249	16,805	45	6,341	7	23,145
2016	478,862,551	39	7,292	57	5,766	14	13,057
2017	492,378,991	66	7,445	42	5,639	70	13,084

- (1) From Table 16
  - (2) Total estimated actual value from Table 7
  - (3) Incorporation was effective in June, 2009
- Source: City of Byram

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

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Median Age</u>	<u>County School Enrollment</u>	<u>Unemployment Rate</u>
2009	11,373	20,689	235,295,997	32.4	1 6,288	8.4%
2010	11,489	21,616	248,346,224	32.4	1 6,404	9.4%
2011	11,605	24,267	281,618,535	32.4	1 6,574	9.6%
2012	11,721	25,201	295,380,921	32.4	1 6,706	8.4%
2013	11,721	23,106	270,825,426	32.4	1 5,820	6.9%
2014	11,603	22,777	264,281,531	32.4	1 6,255	6.2%
2015	11,556	25,217	291,407,652	32.4	1 6,059	6.4%
2016	11,509	24,231	278,874,579	32.4	1 6,382	5.5%
2017	11,545	28,533	329,413,485	32.4	1 5,586	4.6%

(1) Incorporation was effective in June, 2009

Source: U. S. Census Bureau

U.S. Census Bureau

Economic and Community Development Section

U. S. Labor Bureau Statistics

Hinds County School District

**City of Byram**  
**Table 18**  
**Education Related Information**  
Last Nine Fiscal Years

<u>Fiscal Year</u>	<u>Elementary Schools</u>	<u>Middle Schools</u>	<u>High Schools</u>	<u>Vocational Schools</u>	<u>Junior College</u>	<u>Total County Enrollment</u>
2009	2	1	-	-	-	6,288
2010	2	1	-	-	-	6,404
2011	2	1	-	-	-	6,574
2012	2	1	-	-	-	6,706
2013	2	1	-	-	-	5,820
2014	2	1	-	-	-	6,255
2015	2	1	-	-	-	6,059
2016	2	1	-	-	-	6,382
2017	2	1	-	-	-	5,586

(1) Incorporation was effective in June, 2009

Source: City of Byram

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

<u>Employer</u>	2017			2009		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
Wal-mart	180	1	32.32%	0	0	0.00%
Kroger	125	2	22.44%	122	1	26.81%
Gary Road Elementary	80	4	14.36%	91	2	20.00%
Byram Middle School	82	5	14.72%	80	4	17.58%
Willow Creek Nursing Home	90	3	16.16%	86	3	18.90%
Gary Road Intermediate			0.00%	76	5	16.70%
Total	<u>557</u>		<u>100%</u>	<u>455</u>		<u>100%</u>

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

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

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017
General government	-	2	6	7	7	7	8	9	9
Public safety (1)	-	6	40	41	44	51	53	61	62
Public services	-	4	7	13	15	13	13	14	13
Culture and recreation	-	-	-	-	-	-	-	-	2
<b>Total</b>	<u>0</u>	<u>12</u>	<u>53</u>	<u>61</u>	<u>66</u>	<u>71</u>	<u>74</u>	<u>84</u>	<u>86</u>

Source: City of Byram

Notes:

(1) Includes Fire, Police, and Inspector

(2) Incorporation was effective in June, 2009

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

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

(1) Incorporation was effective in June, 2009

Source: City of Byram

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

<b>Function/Program</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
<b>Public safety</b>									
Police									
Number of stations	-	-	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
Patrol units	-	2	24	26	26	29	30	32	32
Fire									
Number of stations	-	-	-	-	-	1	1	1	1
<b>Public services</b>									
Street miles			189	189	193	193	193	193	193
Street Lights	-	-	-	-	-	-	-	227	285
Traffic Signals	4	4	6	6	6	6	6	7	7
<b>Sanitation</b>									
Water									
Water mains (miles)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Storage capacity (thousands of gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Sewer									
Sanitary sewers (miles)	-	-	-	28.85	36.67	36.67	40.5	40.5	40.5
Storm sewers (miles)	-	-	-	3	6.3	6.3	6.3	6.3	6.3
Treatment capacity (thousands of gallons)	-	-	-	191,625,000	191,625,000	191,625,000	191,625,000	191,625,000	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
<b>Culture and recreation</b>									
Number of Parks	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Park Acreage	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
Community Centers	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

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

(2) Incorporation was effective in June, 2009

Source: City of Byram



**City of Byram**  
**Table 23**  
**Miscellaneous Statistics**

Date of Incorporation	6/16/2009	Other:	
Form of Government	Mayor/Aldermen	Average selling price of homes	\$129,800
Population (Estimated Census)	11,545	Median income-- household	\$56,968
Area in square miles	18.36	Major highways	1
Number of employees (excluding police and fire)	24	Nearest railroads:	Canadian National
Police Protection:			Illinois Central
Number of sworn officers	32	Nearest commercial airport:	Jackson- Medgar Wiley Evers
Number of residents per sworn officer	361		Runway length 8,500 feet
Education:			International Airport
Percentage of Population (> 25 yrs.) with		Nearest general airport	Hawkins Field Airport
High school diploma	93.30%		Runway length 5,387 feet
Bachelor's degree	29.2%	Nearest full-service port	Port of Vicksburg, 60 miles
		Name of waterway	Mississippi River

Source:

City of Byram  
<https://www.census.gov/quickfacts/fact/table/byramcitymississippi,MS/PST045216>  
[www.byram-ms.us](http://www.byram-ms.us) Byram Police 2017 annual report

REPORTS ON INTERNAL CONTROL AND COMPLIANCE

FORTENBERRY & BALLARD, PC  
CERTIFIED PUBLIC ACCOUNTANTS

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

Mayor and Board of Aldermen  
City of Byram, Mississippi

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Byram, Mississippi as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise City of Byram's basic financial statements, and have issued our report thereon dated March 23, 2018.

**Internal Control Over Financial Reporting**

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

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

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

## **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*.

## **Purpose of this Report**

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

Fortenberry & Ballard, PC

Fortenberry & Ballard, PC  
March 23, 2018

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, 2017, which collectively comprise the City of Byram's basic financial statements and have issued our report thereon dated March 23, 2018. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

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

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

Finding #1:

Criteria:

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

Condition:

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

Cause:

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

Effect:

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

Recommendation:

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

Response:

The City of Byram is currently in compliance with Section 27-105-305, Mississippi Code Annotated (1972), which states that every two (2) years thereafter the Board of Aldermen must give notice by publication to all financial institutions in its county whose accounts are insured by the Federal Deposit Insurance Corporation because advertisement for depository bid was placed in the Clarion Ledger September 14<sup>th</sup> & 21<sup>st</sup>, 2017 and acceptance is documented in the October 12<sup>th</sup> 2017 minutes with the anticipation of the next bid being advertised in December, 2019.

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

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

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

*Fortenberry & Ballard, PC*

Fortenberry & Ballard, PC  
March 23, 2018

Certified Public Accountants

## SCHEDULE OF FINDINGS AND RESPONSES

**City of Byram, Mississippi**

Schedule of Findings and Responses  
For the Year Ended September 30, 2017

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?                  | No.            |
|    | b. Significant deficiency(ies) identified?            | None reported. |
| 3. | Noncompliance material to financial statements noted? | No.            |

Section II: Financial Statements Findings

The results of our tests did not disclose any findings related to the financial statements that are required to be reported by *Government Auditing Standards*.