

COMPREHENSIVE ANNUAL FINANCIAL REPORT



CITY OF BYRAM, MISSISSIPPI
For the Fiscal Year Ended September 30, 2014

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, 2014
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I

INTRODUCTORY SECTION

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

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May 27, 2015

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, 2014. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentations in the financial statements, including all disclosures, rests with the management of the City of Byram. This report was prepared in conformity with generally accepted accounting principles in the United States of America (GAAP).

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

Fortenberry & Ballard, P.C., Certified Public Accountants, performed an examination, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, of the basic financial statements for the City of Byram. Their unmodified opinion is presented as the first page of the financial section of this report. Also, as required by federal law, a single audit was conducted and the report includes a report on compliance and internal control over compliance on major federal program funds expended by the City of Byram.

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

Profile of the Government

The City of Byram, Mississippi is the newest city of Hinds County and the second newest city of the State of Mississippi. It was incorporated in 2009 after a lengthy legal battle with the City of

Jackson over annexation and incorporation. Byram has approximately 11,500 residents and 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 2017.

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

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

Factors Affecting Financial Condition

The City of Byram currently enjoys a stable economic environment and local indicators point to its continued stability. The City's primary sources of revenue are property taxes and sales taxes. At September 30, 2014 approximately 45 percent were represented in property taxes while 31 percent of the City's general revenues were comprised of sales taxes. City property owners pay property taxes for city, county and schools totaling \$140.30 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.

Long-Term Financial Planning

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

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

Relevant Financial Policies

The City of Byram is required by Section 21-35-25 of Mississippi Code to make revisions to the annual budget no later than the July board meeting if it appears at that time collections of anticipated revenues will be less than expected and create a deficit balance. During the current year General Fund reductions to revenues in the amount of \$527 thousand dollars were made as well as a reduction of \$662 thousand in expenditures. The reduction in revenue was due to the decision of not funding a fire engine with a lease purchase in the amount of \$350 thousand and not receiving \$177 thousand in expected grant funding. The reduction of expenditures was primarily due to the postponement of a park for Lake Dockery and the decision to only purchase one fire engine. The City has not adopted a minimum fund balance policy.

Major Initiatives

During fiscal year 2014, Byram completed its first phase of the CDBG Lake Ridgelea project and the Gary Road repaving project. Phase I of the CDBG Lake Ridgelea project was funded by 50 percent Community Development Block Grant and 50 percent Sewer Rehabilitation Financing, will be completed in the spring of 2014, and will supply sewer to approximately 142 homes currently operating on septic tanks. The Gary Road project was funded by \$1 million of the 2012 General Obligation Bond and \$700 thousand in MDOT grant funds, and provides a newly surfaced and widened road of which two of our local schools exist.

Another project begun in fiscal year 2013, was the construction of Fire Station 1. It is funded by the 2012 General Obligation Bond and was completed March 2014. This is the City of Byram's first municipal owned Fire Station and will house administrative staff as well as 3 shifts of firemen.

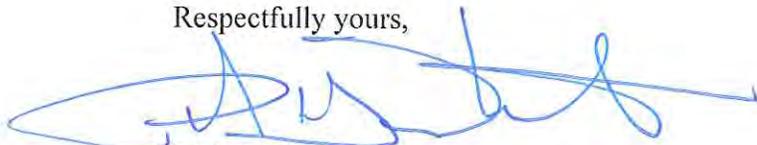
Awards and Acknowledgments

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

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

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

Respectfully yours,

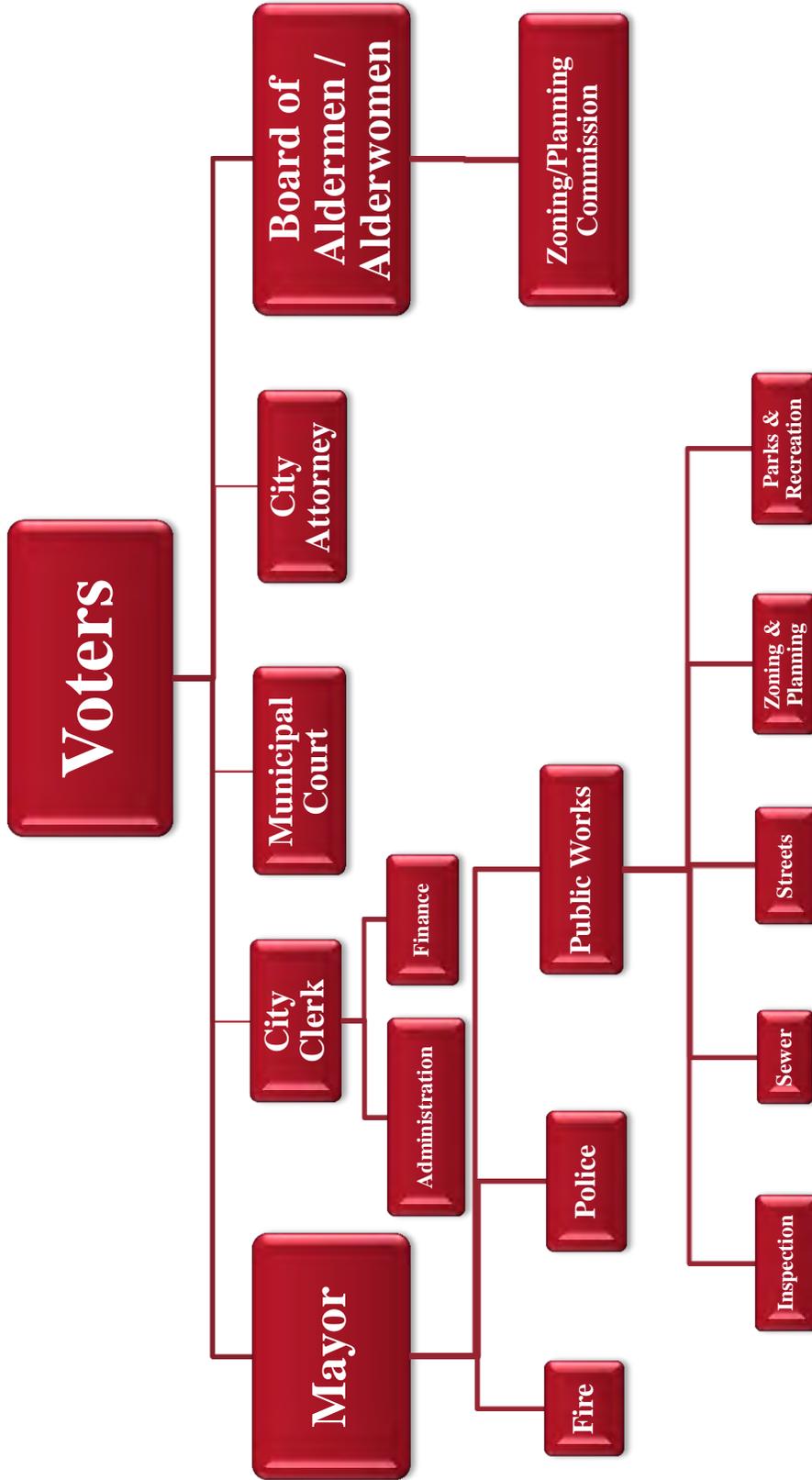


Richard White
Mayor
City of Byram



Angela Richburg
City Clerk
City of Byram

City of Byram, Mississippi
 Organization Chart
 Comprehensive Annual Financial Report
 For the Year Ended September 30, 2014



CITY OF BYRAM, MISSISSIPPI
Listing of City Officials
As of September 30, 2014

Elected Officials

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

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

Appointed Officials

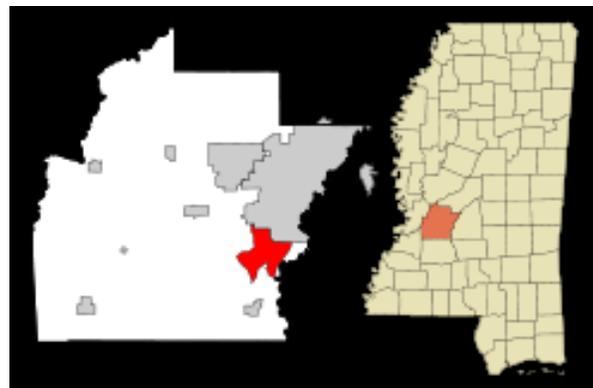
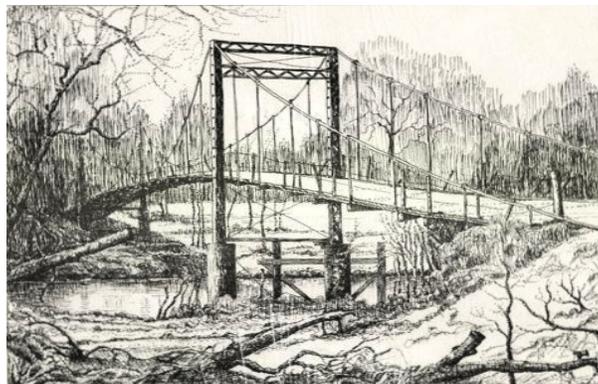
City Clerk
Public Works Director
Chief of Police
Fire Chief
City Attorney
City Judge
City Prosecutor

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

CITY OF BYRAM, MISSISSIPPI
Comprehensive Annual Financial Report
For the Year Ended September 30, 2014



State of Mississippi



City of Byram in Hinds County, Mississippi

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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.

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
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, 2014, 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, 2014, 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 and budgetary comparison information on pages 24-38 and 77-78 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, and budgetary schedules, the other information (Schedules D-1 to D-3), and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 27, 2015, on our consideration of the City of Byram, Mississippi's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Byram, Mississippi's internal control over financial reporting and compliance.

FORTENBERRY & BALLARD, PC

Fortenberry & Ballard, PC
May 27, 2015

Certified Public Accountants

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MANAGEMENT'S DISCUSSION AND ANALYSIS



City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

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, 2014. 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 2014 increased \$2,196,538, including a prior period adjustment of \$424,290, which represents an 18% increase from fiscal year 2013. Total net position for 2013 increased \$2,072,119, including a prior period adjustment of \$55,049, which represents a 21% increase from fiscal year 2012.
- General revenues account for \$4,987,769, or 69% of all revenues in 2014. General revenues account for \$5,053,183, or 68% of all revenues in 2013. Program specific revenues in the form of charges for services and grants and contributions accounted for \$2,286,774 or 31% of total revenues in 2014, compared with \$2,357,970 or 32% in 2013.
- The City had \$4,912,859 in expenses, an amount that increased when compared with the \$5,394,083 in expenses for the prior year; \$2,286,774 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$4,987,769 for 2014 and \$5,053,183 for 2013 were adequate to provide for these programs.
- Among the major funds, the General Fund had \$5,927,776 in revenues and \$5,994,622 in expenditures. In 2013, the General Fund had \$6,143,694 in revenues and \$5,637,441 in expenditures. The General Fund's fund balance increased by \$226,808 from 2013 to 2014 and increased by \$506,744 from 2012 to 2013.
- The Enterprise Fund - Sewer Fund had \$573,696 in revenues and \$535,987 in expenses. Its net loss was \$347,851 after non-operating revenues and transfers were included. Last year it showed \$576,353 in revenues and \$545,100 in expenses. Its net loss was \$214,542 after non-operating revenues and transfers were included.
- Capital assets, net of accumulated depreciation, increased by \$4,157,872 in the governmental activities, including the effect of a prior period adjustment of \$426,663,

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

for 2014. The increase for 2014 was primarily due to additions to construction in progress. Capital assets, net of accumulated depreciation, increased by \$2,907,525 in the governmental activities, including the effect of a prior period adjustment of \$7,611, for 2013.

- Capital assets in the business-type activities, net of accumulated depreciation, decreased \$70,650 mainly due primarily to the recording of depreciation expense during the year. Capital assets increased \$64,184 in the business-type activities from 2012 to 2013.
- Long-term debt decreased by \$66,185 in the governmental activities from 2013 to 2014. The decrease in the governmental activities was mainly due to principal payments on long-term debt. Long-term debt decreased by \$320,012 in the governmental activities from 2012 to 2013.
- Long-term debt increased by \$264,933 in the business-type activities from 2013 to 2014. This increase is due to the inception of a State Revolving Water Pollution Control Loan in the amount of \$388,790 during the year. Long-term debt decreased \$113,853 in the business-type activities from 2012 to 2013.

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 question, "How did we do financially during 2014?" The Statement of Net Position and the Statement of Activities answers this question.

These statements include all assets and liabilities 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.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

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

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

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

Reporting the City of Byram's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the City's major funds. Based on restrictions on the use of monies, the City has established many funds, which account for the multitude of services provided to the City's residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Byram, the City's major funds are the General and 2012 GO Bond 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 in the financial statements.

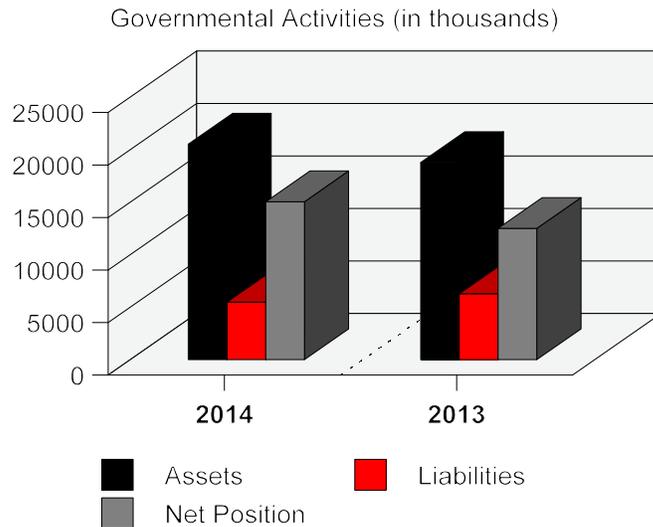
The City of Byram as a Whole

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 exceeded liabilities by \$14,160,385 at September 30, 2014.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

The following chart depicts the total amount of assets, liabilities, and net position as of September 30, 2014 and September 30, 2013 in the governmental activities column.



The largest portion of the City's net position for governmental activities (\$9,897,426 or 66%) 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 \$372,132 retirement of principal of long-term debt.
- Increase in net capital assets in the amount of \$4,157,872.

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

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

Government-Wide Condensed Statement of Net Position
Governmental Activities

	<u>September 30, 2014</u>	<u>September 30, 2013</u>	<u>Percentage Change</u>
Assets:			
Current assets	\$ 5,512,401	7,915,529	(30)%
Capital assets	15,011,147	10,853,275	38%
Total assets	<u>20,523,548</u>	<u>18,768,804</u>	9%
Liabilities:			
Current liabilities	659,403	1,316,194	(50)%
Long-term debt outstanding	4,817,800	4,953,559	(3)%
Total liabilities	<u>5,477,203</u>	<u>6,269,753</u>	(13)%
Net position:			
Net investment in capital assets	9,897,426	5,634,055	76%
Restricted	356,825	2,167,581	(84)%
Unrestricted	4,792,094	4,697,415	2%
Total net position	<u>\$ 15,046,345</u>	<u>12,499,051</u>	20%

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, 2014

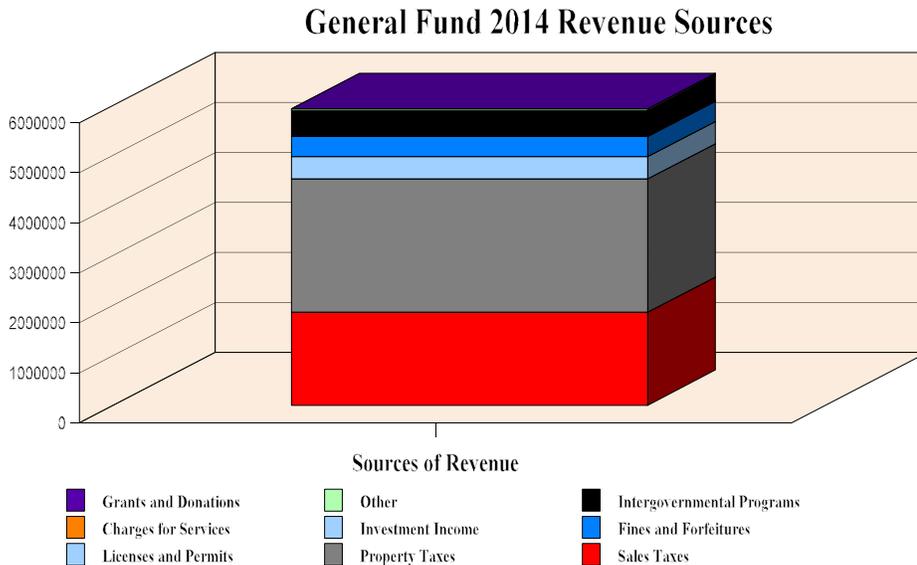
Government-Wide Condensed Statement of Activities
Governmental Activities

	<u>Year Ended September 30, 2014</u>	<u>Year Ended September 30, 2013</u>	<u>Percentage Change</u>
Revenues:			
Program revenues:			
Charges for services	\$ 1,053,488	882,694	19%
Operating grants and contributions	659,590	898,923	(27)%
General revenues:			
Intergovernmental / Unrestricted	1,857,650	1,946,916	(5)%
Property taxes	3,026,559	3,024,808	0%
Road and bridge privilege taxes	23,297	15,658	49%
Other taxes	8,134	8,134	0%
Unrestricted investment income	10,101	28,297	(64)%
Miscellaneous	61,966	29,253	112%
Total revenues	<u>6,700,785</u>	<u>6,834,683</u>	(2)%
Expenses:			
General government	1,614,727	1,744,091	(7)%
Public safety	1,313,027	495,330	165%
Public works	1,897,671	2,479,546	(23)%
Culture and recreation	4,062	25,437	(84)%
Interest on long-term debt	83,372	42,002	98%
Total expenses	<u>4,912,859</u>	<u>4,786,406</u>	3%
Excess (deficiency) before transfers	<u>1,787,926</u>	<u>2,048,277</u>	(13)%
Transfers	<u>332,173</u>	<u>183,335</u>	81%
Increase (decrease) in net position	<u>2,120,099</u>	<u>2,231,612</u>	(5)%
Net Position, Beginning, as previously reported	12,499,051	10,259,828	22%
Prior Period Adjustment	427,195	7,611	5513%
Net Position, Beginning, as restated	<u>12,926,246</u>	<u>10,267,439</u>	26%
Net Position, Ending	<u>\$ 15,046,345</u>	<u>12,499,051</u>	20%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

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 31% of General Fund revenues in fiscal year 2014, compared to 32% in fiscal year 2013. Sales tax collections in fiscal year 2014 were \$1,857,650, a 5% decrease over the \$1,946,916 collected in 2013. Total General Fund operating revenues were \$5,927,776, a decrease of \$215,918 over the prior year.

Assessed valuation within the City was \$88,192,189 for fiscal year 2014 and \$87,285,815 for fiscal year 2013. It is expected that the City will continue to attract residents and business alike. Assessed valuation within the city has increased by \$906,374, or 1% from fiscal year 2013.

Expenditures

General Fund operating expenditures were \$5,994,622, an increase of \$357,181 when compared to the prior year. The following schedule presents the General Fund revenues and expenditures for the year ended September 30, 2014, and the amount and percentage of change from 2013.

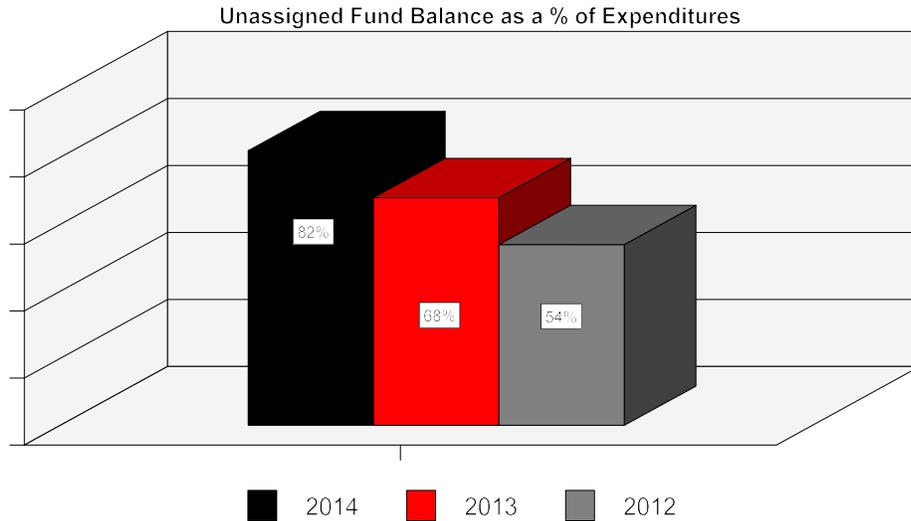
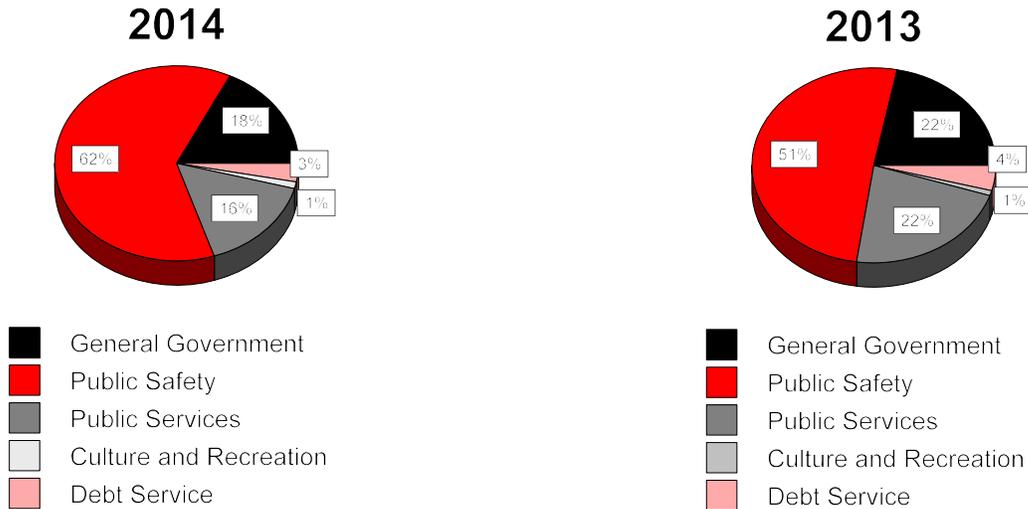
City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

GENERAL FUND (GAAP BASIS)
(in thousands)

	2014 Amount	2013 Amount	Dollar Increase (Decrease) from 2013	Percent Increase (Decrease) from 2013
Revenues:				
Sales tax	\$ 1,858	\$ 1,947	\$ (89)	(4.6)%
Property tax	2,669	2,671	(2)	(0.1)%
Licenses and permits	444	385	59	15.3%
Fines and forfeitures	401	289	112	38.8%
Investment income	8	16	(8)	(50.0)%
Grants and donations	2	8	(6)	(75.0)%
Charges for services	17	24	(7)	(29.2)%
Intergovernmental revenues	495	785	(290)	(36.9)%
Other	33	19	14	73.7%
Total revenues	\$ 5,927	\$ 6,144	\$ (217)	(3.5)%
Expenditures:				
General government	\$ 1,105	\$ 1,266	\$ (161)	(12.7)%
Public safety	3,723	2,901	822	28.3%
Public services	964	1,247	(283)	(22.7)%
Culture and recreation	4	25	(21)	(84.0)%
Debt service:				
Principal	182	171	11	6.4%
Interest	16	27	(11)	(40.7)%
Total expenditures	\$ 5,994	\$ 5,637	\$ 357	6.3%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

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, 2014 ending unassigned fund balance is \$4,937,879 which is 82% of the general fund operating expenditures.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

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 \$5,322,378, a decrease of \$1,593,391. \$4,937,879 or 93% 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 \$384,499 or 7% is restricted to indicate that is not available for spending except only for the purposes to which it is restricted.

The decrease in the 2012 GO Bond Fund was \$2,208,493. The decrease in the 2012 GO Bond was due primarily to the completion of the Gary Road Project in the amount of \$500,000 and the portion of the fire station construction in the amount of \$1,700,000. The fund balance of Other Governmental Funds showed an increase of \$388,294. The \$388,294 increase in Other Governmental Funds is largely due to \$149,281 in SRF Funds and \$154,031 in CDBG grant funds for the reimbursement of expenditures in fiscal year 2013. Other funds increasing the balance are \$33,000 in Law Enforcement Drug Seizure funds, \$31,000 in property taxes to be applied to a future GO Bond & Interest payment, and \$21,000 in Unemployment contributions.

PROPRIETARY FUNDS

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

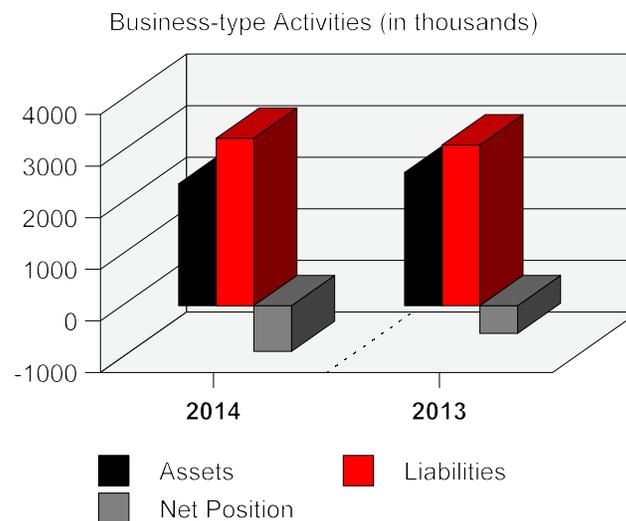
The following is a comparative analysis of the assets, liabilities, and net position for the business type activities statements:

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

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

	<u>September 30, 2014</u>	<u>September 30, 2013</u>	<u>Percentage Change</u>
Assets:			
Current assets	\$ (106,007)	42,583	(349)%
Capital assets	2,469,179	2,539,829	(3)%
Total assets	<u>2,363,172</u>	<u>2,582,412</u>	<u>(3)%</u>
Liabilities:			
Current liabilities	269,792	371,671	(27)%
Long-term liabilities	2,979,340	2,745,945	8%
Total liabilities	<u>3,249,132</u>	<u>3,117,616</u>	<u>4%</u>
Net position:			
Net investment in capital assets	(656,122)	(324,024)	102%
Unrestricted	(229,838)	(211,180)	9%
Total net position	<u>\$ (885,960)</u>	<u>(535,204)</u>	<u>66%</u>

The following chart shows the assets, liabilities, 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, 2014

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

- Issuance of a new State Revolving Fund (SRF), Water Pollution Control loan in the amount of \$388,790.

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

Government-Wide Condensed Statement of Activities
Business-Type Activities

	<u>Year Ended September 30, 2014</u>	<u>Year Ended September 30, 2013</u>	<u>Percentage Change</u>
Revenues:			
Program revenues:			
Charges for services	\$ 573,696	576,353	0%
Total program revenues	<u>573,696</u>	<u>576,353</u>	0%
General revenues:			
Unrestricted investment income	<u>62</u>	<u>117</u>	(47)%
Total general revenues	<u>62</u>	<u>117</u>	(47)%
Total revenues	<u>573,758</u>	<u>576,470</u>	0%
Expenses:			
Sewer	<u>589,436</u>	<u>607,677</u>	(3)%
Total expenses	<u>589,436</u>	<u>607,677</u>	(3)%
Excess (deficiency) before transfers	<u>(15,678)</u>	<u>(31,207)</u>	(50)%
Transfers	<u>(332,173)</u>	<u>(183,335)</u>	81%
Increase (decrease) in net position	<u>(347,851)</u>	<u>(214,542)</u>	62%
Net Position - Beginning, as previously reported	(535,204)	(368,100)	45%
Prior Period Adjustment	<u>(2,905)</u>	<u>47,438</u>	(106)%
Net Position - Beginning, as restated	<u>(538,109)</u>	<u>(320,662)</u>	68%
Net Position, Ending	<u>\$ (885,960)</u>	<u>(535,204)</u>	66%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

Sewer Fund

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

		September 30, 2014		September 30, 2013
Operating revenues	\$	573,696		576,353
Operating expenses		535,987		545,100
Operating income	\$	37,709		31,253

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.

The City of Byram's ending cash balance in the general fund was \$4,852,848.

CAPITAL ASSETS AND LONG-TERM DEBT OBLIGATIONS

Governmental Activities:

Capital Assets, Net of Accumulated Depreciation

		September 30, 2014	September 30, 2013	Percentage Change
Land	\$	1,029,718	1,029,718	0%
Construction in progress			2,862,348	(100)%
Infrastructure		8,589,718	4,499,791	91%
Buildings		3,871,735	1,233,910	214%
Improvements other than buildings		51,665		
Mobile equipment		834,052	733,237	14%
Furniture and equipment		634,259	494,271	28%
Total	\$	15,011,147	10,853,275	38%

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

Governmental Activities:

At September 30, 2014, the City of Byram had \$4,625,000 in outstanding General Obligation Bonds, and \$634,506 in other Long-Term Debt.

Other Long-Term Obligations Debt at Year End

	<u>September 30, 2014</u>	<u>September 30, 2013</u>	<u>Percentage Change</u>
General obligation bonds	\$ 4,625,000	4,815,000	(4)%
Other long-term debt	488,721	404,220	21%
Compensated absences	145,785	106,471	37%
Total	<u>\$ 5,259,506</u>	<u>5,325,691</u>	(1)%

Business-Type Activities:

Capital Assets, Net of Accumulated Depreciation

	<u>September 30, 2014</u>	<u>September 30, 2013</u>	<u>Percentage Change</u>
Construction in progress	\$	45,968	(100)%
Infrastructure	2,191,084	2,272,672	(4)%
Improvements other than buildings	96,622	29,689	225%
Mobile equipment	12,224	15,870	(23)%
Furniture and equipment	169,249	175,630	(4)%
Total	<u>\$ 2,469,179</u>	<u>2,539,829</u>	(3)%

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, 2014, the City of Byram had \$3,125,301 in outstanding Other Long-Term Debt and \$3,485 in Compensated Absences.

City of Byram, Mississippi
Management's Discussion and Analysis
For the Year Ended September 30, 2014

Other Long-Term Obligations Debt at Year End

	<u>September 30, 2014</u>	<u>September 30, 2013</u>	<u>Percentage Change</u>
Other long term debt	\$ 3,125,301	2,863,853	9%
Compensated absences	3,485		
	<u>\$ 3,128,786</u>	<u>2,863,853</u>	<u>9%</u>

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

Contacting the City's Finance Department

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

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FINANCIAL STATEMENTS

CITY OF BYRAM, MISSISSIPPI

STATEMENT OF NET POSITION

SEPTEMBER 30, 2014

	Governmental Activities	Business-type Activities	Total
Assets			
<i>Current Assets:</i>			
<i>Pooled cash and cash equivalents</i>	\$ 5,237,347	\$ 8,001	\$ 5,245,348
<i>Accounts receivable, net</i>	128,325	32,721	161,046
<i>Internal balances</i>	146,729	(146,729)	--
<i>Total Current Assets</i>	<u>5,512,401</u>	<u>(106,007)</u>	<u>5,406,394</u>
<i>Non-Current Assets:</i>			
<i>Restricted assets:</i>			
<i>Capital assets:</i>			
<i>Land and construction in progress</i>	1,029,718	--	1,029,718
<i>Other capital assets, net</i>	13,981,429	2,469,179	16,450,608
<i>Total Non-Current Assets</i>	<u>15,011,147</u>	<u>2,469,179</u>	<u>17,480,326</u>
 Total Assets	 <u>20,523,548</u>	 <u>2,363,172</u>	 <u>22,886,720</u>
Liabilities:			
<i>Current Liabilities:</i>			
<i>Accounts payable</i>	126,100	82,176	208,276
<i>Wages and benefits payables</i>	60,295	891	61,186
<i>Retainage payables</i>	249	--	249
<i>Other payables</i>	3,379	--	3,379
<i>Unearned revenue</i>	--	32,721	32,721
<i>Accrued interest payable</i>	27,674	4,558	32,232
<i>Long-term liabilities (due within one year):</i>			
<i>Bonds, notes, loans, and lease obligations, current</i>	433,951	149,272	583,223
<i>Compensated absences, current</i>	7,755	174	7,929
<i>Total Current Liabilities</i>	<u>659,403</u>	<u>269,792</u>	<u>929,195</u>
<i>Non-Current Liabilities:</i>			
<i>Long term liabilities (due in more than one year):</i>			
<i>Bonds, notes, loans, and lease obligations, noncurrent</i>	4,679,770	2,976,029	7,655,799
<i>Compensated absences, noncurrent</i>	138,030	3,311	141,341
<i>Total Non-Current Liabilities</i>	<u>4,817,800</u>	<u>2,979,340</u>	<u>7,797,140</u>
 Total Liabilities	 <u>5,477,203</u>	 <u>3,249,132</u>	 <u>8,726,335</u>
Net Position			
Net Investment in Capital Assets	9,897,426	(656,122)	9,241,304
<i>Restricted For:</i>			
Debt Service	49,558	--	49,558
Capital Projects	199,445	--	199,445
Public Safety	33,618	--	33,618
Unemployment	74,204	--	74,204
Unrestricted	4,792,094	(229,838)	4,562,256
<i>Total Net Position</i>	<u>\$ 15,046,345</u>	<u>\$ (885,960)</u>	<u>\$ 14,160,385</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:						
<i>Governmental activities:</i>						
General government	\$ 1,614,727	\$ 1,053,488	\$ 659,590	\$ 98,351		\$ 98,351
Public safety	1,313,027	--	--	(1,313,027)		(1,313,027)
Public works	1,897,671	--	--	(1,897,671)		(1,897,671)
Culture and recreation	4,062	--	--	(4,062)		(4,062)
Interest on long-term debt	83,372	--	--	(83,372)		(83,372)
Total Governmental Activities	<u>4,912,859</u>	<u>1,053,488</u>	<u>659,590</u>	<u>(3,199,781)</u>		<u>(3,199,781)</u>
<i>Business-type Activities:</i>						
Sewer	589,436	573,696	--	--	\$ (15,740)	(15,740)
Total Business-type Activities	<u>589,436</u>	<u>573,696</u>	<u>--</u>	<u>--</u>	<u>(15,740)</u>	<u>(15,740)</u>
Total Primary Government	<u>\$ 5,502,295</u>	<u>\$ 1,627,184</u>	<u>\$ 659,590</u>	<u>(3,199,781)</u>	<u>(15,740)</u>	<u>(3,215,521)</u>
General Revenues:						
Intergovernmental / Unrestricted				1,857,650	--	1,857,650
Property taxes				3,026,559	--	3,026,559
Road and bridge privilege taxes				23,297	--	23,297
Other taxes				8,134	--	8,134
Unrestricted investment income				10,101	62	10,163
Miscellaneous				61,966	--	61,966
Transfers				332,173	(332,173)	--
Total General Revenues and Transfers				<u>5,319,880</u>	<u>(332,111)</u>	<u>4,987,769</u>
Change in Net Position				<u>2,120,099</u>	<u>(347,851)</u>	<u>1,772,248</u>
Net Position - Beginning, as previously reported				12,499,051	(535,204)	11,963,847
Prior Period Adjustment				427,195	(2,905)	424,290
Net Position - Beginning, as restated				<u>12,926,246</u>	<u>(538,109)</u>	<u>12,388,137</u>
Net Position - Ending				<u>\$ 15,046,345</u>	<u>\$ (885,960)</u>	<u>\$ 14,160,385</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

	General Fund	2012 GO Bond Fund	Other Governmental Funds	Total Governmental Funds
Assets:				
<i>Pooled cash and cash equivalents</i>	\$ 4,852,848	\$ 199,108	\$ 185,391	\$ 5,237,347
<i>Interfund receivables</i>	146,729	--	--	146,729
<i>Receivables</i>	128,325	--	--	128,325
Total Assets	<u>\$ 5,127,902</u>	<u>\$ 199,108</u>	<u>\$ 185,391</u>	<u>\$ 5,512,401</u>
Liabilities and Fund Balances:				
Liabilities:				
<i>Accounts payable</i>	\$ 126,100	\$ --	\$ --	\$ 126,100
<i>Wages and benefits payable</i>	60,295	--	--	60,295
<i>Other payables</i>	3,379	--	--	3,379
<i>Retainage payables</i>	249	--	--	249
Total Liabilities	<u>190,023</u>	<u>--</u>	<u>--</u>	<u>190,023</u>
Fund Balances:				
Restricted:				
<i>Unemployment benefits</i>	--	--	74,204	74,204
<i>Public safety</i>	--	--	33,618	33,618
<i>Capital projects</i>	--	199,108	337	199,445
<i>Debt services</i>	--	--	77,232	77,232
Unassigned	4,937,879	--	--	4,937,879
Total Fund Balances	<u>4,937,879</u>	<u>199,108</u>	<u>185,391</u>	<u>5,322,378</u>
Total Liabilities and Fund Balances	<u>\$ 5,127,902</u>	<u>\$ 199,108</u>	<u>\$ 185,391</u>	<u>\$ 5,512,401</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, 2014*

Total fund balances for governmental funds balance sheet	\$ 5,322,378
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.	15,011,147
Liabilities due in one year are not reported in the funds.	(441,706)
Payables for bond principal which are not due in the current period are not reported in the funds.	(4,430,000)
Payables for leases which are not due in the current period are not reported in the funds.	(249,770)
Payables for bond interest which are not due in the current period are not reported in the funds.	(27,674)
Payables for compensated absences which are not due in the current period are not reported in the funds.	<u>(138,030)</u>
Net position of governmental activities	<u>\$ 15,046,345</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, 2014

	General Fund	2012 GO Bond Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
<i>Sales taxes</i>	\$ 1,857,650	\$ --	\$ --	\$ 1,857,650
<i>Property taxes</i>	2,669,185	--	357,374	3,026,559
<i>Licenses and permits</i>	444,271	--	--	444,271
<i>Fines and forfeitures</i>	401,394	--	--	401,394
<i>Investment income</i>	8,284	1,467	350	10,101
<i>Grants and donations</i>	2,121	--	23,016	25,137
<i>Charges for services</i>	16,625	--	--	16,625
<i>Intergovernmental programs</i>	495,313	--	363,781	859,094
<i>Other</i>	32,933	--	--	32,933
Total Revenues	<u>5,927,776</u>	<u>1,467</u>	<u>744,521</u>	<u>6,673,764</u>
Expenditures:				
<i>General government</i>	1,105,271	--	10,352	1,115,623
<i>Public safety</i>	3,723,089	1,697,461	--	5,420,550
<i>Public services</i>	964,277	512,499	352,038	1,828,814
<i>Culture and recreation</i>	4,062	--	--	4,062
<i>Debt service:</i>				
<i>Principal</i>	182,132	--	190,000	372,132
<i>Interest</i>	15,791	--	136,010	151,801
Total Expenditures	<u>5,994,622</u>	<u>2,209,960</u>	<u>688,400</u>	<u>8,892,982</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(66,846)</u>	<u>(2,208,493)</u>	<u>56,121</u>	<u>(2,219,218)</u>
Other Financing Sources (Uses):				
<i>Transfers in</i>	--	--	332,173	332,173
<i>Insurance proceeds</i>	27,021	--	--	27,021
<i>Inception of leases</i>	266,633	--	--	266,633
Total Other Financing Sources (Uses)	<u>293,654</u>	<u>--</u>	<u>332,173</u>	<u>625,827</u>
Net Change in Fund Balances	<u>226,808</u>	<u>(2,208,493)</u>	<u>388,294</u>	<u>(1,593,391)</u>
Fund Balances - Beginning	4,711,071	2,407,601	(202,903)	6,915,769
Fund Balances - Ending	<u>\$ 4,937,879</u>	<u>\$ 199,108</u>	<u>\$ 185,391</u>	<u>\$ 5,322,378</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, 2014*

Net change in fund balances - total governmental funds \$ (1,593,391)

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

Capital outlays are not reported as expenses in the SOA.	4,426,685
The depreciation of capital assets used in governmental activities is not reported in the funds.	(688,574)
Trade-in or disposal of capital assets decrease net position in the SOA but not in the funds.	(6,902)
Repayment of bond principal is an expenditure in the funds but is not an expense in the SOA.	190,000
Repayment of leases principal is an expenditure in the funds but is not an expense in the SOA.	182,132
(Increase) decrease in accrued interest from beginning of period to end of period.	9,443
Compensated absences are reported as the amount earned in the SOA but as the amount paid in the funds.	(39,846)
Proceeds of leases do not provide revenue in the SOA, but are reported as current resources in the funds.	(266,633)
Bond issuance costs were expensed based on new GASB 65 implementation.	<u>(92,815)</u>

Change in net position of governmental activities - Statement of Activities \$ 2,120,099

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI

STATEMENT OF NET POSITION

PROPRIETARY FUND

SEPTEMBER 30, 2014

	Enterprise Fund
	Sewer Fund
Assets	
Current Assets:	
Cash and cash equivalents	\$ 8,001
Receivables (net of allowances for uncollectibles)	32,721
Total Current Assets	<u>40,722</u>
Non-current Assets:	
Capital assets (net of accumulated depreciation)	2,469,179
Total Non-current Assets	<u>2,469,179</u>
Total Assets	<u>2,509,901</u>
Liabilities	
Current Liabilities:	
Accounts payable	82,176
Wages payable	891
Interfund payables	146,729
Interest Payable	4,558
Unearned revenue	32,721
Loans payable, current	149,272
Compensated absences, current	174
Total Current Liabilities	<u>416,521</u>
Non-current Liabilities:	
Loan payable, noncurrent	2,976,029
Compensated absences, non-current	3,311
Total Non-Current Liabilities	<u>2,979,340</u>
Total Liabilities	<u>3,395,861</u>
Net Position	
Net investment in capital assets	(656,122)
Unrestricted	(229,838)
Total Net Position	<u>\$ (885,960)</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - PROPRIETARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Enterprise Fund
	Sewer Fund
Operating Revenues:	
Charges for services	\$ 573,696
Total Operating Revenues	<u>573,696</u>
Operating Expenses:	
Personal services - salaries and wages	108,317
Personal services - employee benefits	42,453
Purchased professional and technical services	148,582
Supplies	43,942
Depreciation	117,892
Miscellaneous	74,801
Total Operating Expenses	<u>535,987</u>
Operating Income (Loss)	<u>37,709</u>
Non-Operating Revenues (Expenses):	
Interest revenue	62
Debt service interest	(53,449)
Total Non-operating Revenues (Expenses)	<u>(53,387)</u>
Net Income (Loss) before Operating Transfers	<u>(15,678)</u>
Transfers out	<u>(332,173)</u>
Net income (loss)	<u>(347,851)</u>
Net Position - Beginning, as previously reported	(535,204)
Prior Period Adjustment	(2,905)
Net Position - Beginning, as restated	<u>(538,109)</u>
Net Position - Ending	<u>\$ (885,960)</u>

The accompanying notes are an integral part of this statement.

CITY OF BYRAM, MISSISSIPPI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Enterprise Fund
	Sewer Fund
	<u> </u>
Cash Flows from Operating Activities:	
<i>Cash Received from Customers</i>	\$ 573,696
<i>Cash Payments to Employees for Services</i>	(147,285)
<i>Cash Payments to Other Suppliers for Goods and Services</i>	(170,142)
<i>Other Operating Cash Receipts (Payments)</i>	(42,080)
Net Cash Provided (Used) by Operating Activities	<u>214,189</u>
Cash Flows from Non-capital Financing Activities:	
<i>Transfers From (To) Primary Government</i>	(332,173)
<i>Transfers From (To) Other Funds</i>	146,729
Net Cash Provided (Used) by Non-capital Financing Activities	<u>(185,444)</u>
Cash Flows from Capital and Related Financing Activities:	
<i>Proceeds from Issuance of Long-term Debt</i>	388,790
<i>Principal and Interest Paid</i>	(372,216)
<i>Acquisition or Construction of Capital Assets</i>	(47,242)
Net Cash Provided (Used) for Capital & Related Financing Activities	<u>(30,668)</u>
Cash Flows from Investing Activities:	
<i>Interest and Dividends on Investments</i>	62
Net Cash Provided (Used) for Investing Activities	<u>62</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(1,861)</u>
Cash and Cash Equivalents at Beginning of Year	9,862
Cash and Cash Equivalents at End of Year	<u>\$ 8,001</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ 37,709
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
<i>Depreciation</i>	117,892
Change in Assets and Liabilities:	
<i>Increase (Decrease) in Accounts Payable</i>	22,382
<i>Increase (Decrease) in Compensated Absences</i>	3,485
<i>Increase (Decrease) in Unearned Revenue</i>	32,721
Total Adjustments	<u>176,480</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 214,189</u>

The accompanying notes are an integral part of this statement.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

INTRODUCTION

The accounting and reporting framework and the more significant accounting principles and practices of Byram are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide explanations, including required disclosures, of the City's financial activities for the fiscal year ended September 30, 2014.

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

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

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

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

The guidance contained in these Statements will change how governments calculate and report the costs and obligations associated with pension in important ways. It is designed to improve

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

the decision-usefulness of reported pension information and to increase the transparency, consistency, and comparability of pension information across governments.

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

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

Government-wide Financial Statements - The reporting model includes financial statements prepared using full accrual for all of the government's activities. This approach includes not just current assets and liabilities (such as cash and accounts payable) but also 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.

A. FINANCIAL REPORTING ENTITY

COMPONENT UNITS

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the City of Byram (the primary government) and any component units thereof. Component units must either be (1) a legally separate organization for which the elected officials of the primary government are financially accountable or (2) another organization for which the nature and significance of its relationship

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

with the primary government is such that exclusion would cause the City of Byram's financial statements to be misleading or incomplete. Based upon the application of these criteria, no potential component unit will be included as a part of the City.

RELATED ORGANIZATIONS

Due to the recent formation of the City of Byram, the City did not have any related organizations for the year ended September 30, 2014.

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. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as governmental type. In the Government-wide Statement of Net Position, the governmental activities column is presented on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

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

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 column, a reconciliation is presented on the page following each statement, which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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

C. BASIS OF PRESENTATION

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

1. Major Governmental Funds

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

The following is a description of the major governmental funds 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.

2012 GO Bond Fund - This capital projects fund is financed with general obligation bonds and is used to account for constructing, improving and paving streets, sidewalks, parkways, walkways and public parking facilities, and other various projects in accordance with the city's long range capital project plan.

2. Proprietary Funds

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

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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 expenditures with the construction of eligible pollution control projects.

3. Non-Current Governmental Assets/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 statements of net position, statements of activities, and proprietary funds are accounted for using the economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these activities are included on the Statement of Net Position.

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

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.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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, 2014.

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.

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.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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 Alderman, 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.

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 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.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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/Aldermen 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.

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

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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>
General Fund	\$	146,729	
Enterprise Fund:			
Sewer Fund			146,729
Total	\$	<u>146,729</u>	<u>146,729</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.

Transfers In and Transfers Out

		<u>Transfers In</u>	<u>Transfers Out</u>
Non-Major Fund:			
CDBG - Lake Ridgelea Sewer Fund	\$	332,173	
Sub-Total Non-Major Fund		<u>332,173</u>	
Enterprise Fund:			
Sewer Fund			332,173
Total	\$	<u>332,173</u>	<u>332,173</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.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

M. RESTRICTED NET POSITION

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:

Restricted For:

Unemployment	\$	74,204
Public Safety		33,618
Capital Projects		199,445
Debt Services		49,558
Total	\$	<u>356,825</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. Contributed assets are reported at estimated fair value at the time received.

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

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

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

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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

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

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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 "Accrued 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.

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. NEW ACCOUNTING STANDARDS

GASB Statement 65, "Items Previously Reported as Assets and Liabilities," are effective for all governmental entities with periods beginning after December 15, 2012. The implementation of this standard did not have a material effect on the City.

2. CASH

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

The carrying amount of the city's deposits with financial institutions was \$5,245,348 and the bank balance was \$5,374,135.

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, 2014, none of the city's bank balance of \$5,374,135 was exposed to custodial credit risk.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

3. RECEIVABLES

Accounts receivable at September 30, 2014, consisted of the following:

	General Fund	Enterprise Fund	Total
Utility Customers	\$	32,721	32,721
Other	128,325		128,325
Total	\$ 128,325	32,721	161,046

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, 2014, upon which the levy was based, was \$88,192,189. The taxes thus assessed are due and payable as follows:

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

If taxes remain unpaid, the property subject to a tax lien is sold for taxes on the fourth Monday of August. Property taxes receivable reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet represent amounts due for unpaid delinquent property taxes at September 30, 2014. Property taxes that are not considered "available" have been reported as deferred revenues in the governmental funds Balance Sheet.

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

5. CAPITAL ASSETS

	Balance 10-1-2013	Additions	Deletions	Completed Construction	Adjustments	Balance 9-30-2014
<u>Non-depreciable capital assets:</u>						
Land	\$ 1,029,718					1,029,718
Construction in progress	2,862,348	3,664,298		(6,526,646)		0
Total non-depreciable capital assets	3,892,066	3,664,298	0	(6,526,646)	0	1,029,718
<u>Depreciable capital assets:</u>						
Infrastructure	10,123,369	130,036		3,878,611	504,113	14,636,129
Buildings	1,278,440	20,301		2,648,035		3,946,776
Improvements other than buildings					54,384	54,384
Mobile equipment	1,140,723	325,143	14,419			1,451,447
Furniture and equipment	901,896	286,907				1,188,803
Total depreciable capital assets	13,444,428	762,387	14,419	6,526,646	558,497	21,277,539
<u>Less accumulated depreciation for:</u>						
Infrastructure	5,623,578	295,240			127,593	6,046,411
Buildings	44,530	30,511				75,041
Improvements other than buildings		2,719				2,719
Mobile equipment	407,486	232,062	7,517		(14,636)	617,395
Furniture and equipment	407,625	128,042			18,877	554,544
Total accumulated depreciation	6,483,219	688,574	7,517	0	131,834	7,296,110
Total depreciable capital assets, net	6,961,209	73,813	6,902	6,526,646	426,663	13,981,429
Governmental activities capital assets, net	\$ 10,853,275	3,738,111	6,902	0	426,663	15,011,147

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

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

	Amount
General Government	\$ 482,002
Public Safety	137,715
Public Works	68,857
Total depreciation expense	\$ 688,574

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

6. LONG - TERM OBLIGATIONS

A. Changes in Long-Term Obligations

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

	Balance 10-1-2013	Additions	Reductions	Adjustments	Balance 9-30-2014	Amounts due within one year
<u>General Obligation Bonds</u>						
Public Improvement	\$ 4,815,000		190,000		4,625,000	195,000
Total General Obligation Bonds	<u>4,815,000</u>	<u>0</u>	<u>190,000</u>	<u>0</u>	<u>4,625,000</u>	<u>195,000</u>
<u>Other Long - Term Debt</u>						
Motorola Lease Purchases	160,684		78,836		81,848	81,848
Motorola Lease Purchases	105,088		51,559		53,529	53,529
Motorola Lease Purchases		266,633			266,633	49,663
Sirens Commercial Lease	43,473		21,207		22,266	22,266
Quick Attack Vehicle Lease	94,975		30,530		64,445	31,645
Compensated Absences	106,471	77,727	37,881	(532)	145,785	7,755
Total Other Long-Term Debt	<u>510,691</u>	<u>344,360</u>	<u>220,013</u>	<u>(532)</u>	<u>634,506</u>	<u>246,706</u>
Total Long-Term Debt	\$ <u>5,325,691</u>	<u>344,360</u>	<u>410,013</u>	<u>(532)</u>	<u>5,259,506</u>	<u>441,706</u>

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 9-30-2014
<u>General Obligation Bonds</u>					
Public Improvement	8/1/12	8/1/32	2.4 - 3.4%	\$ 5,000,000	4,625,000
Total				<u>5,000,000</u>	<u>4,625,000</u>
<u>Other Long - Term Debt</u>					
Motorola leases	6/1/11	10/1/14	3.82%	152,799	53,529
Motorola leases	5/1/11	10/1/14	3.82%	232,890	81,848
Motorola leases	10/1/13	10/1/18	3.56%	266,633	266,633
Sirens Commercial Lease	11/10/11	11/1/14	6.36%	63,696	22,266
Quick Attack Vehicle Lease	2/15/12	10/31/15	3.65%	125,671	64,445
Total				<u>\$ 575,056</u>	<u>488,721</u>

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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

General Obligation Bonds

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

Year Ending June 30	Principal	Interest	Total
2015	\$ 195,000	129,550	324,550
2016	205,000	122,920	327,920
2017	210,000	115,950	325,950
2018	215,000	108,810	323,810
2019	220,000	101,500	321,500
2020 - 2024	1,220,000	391,190	1,611,190
2025 - 2029	1,410,000	217,560	1,627,560
2030 - 2032	950,000	45,960	995,960
Total	\$ 4,625,000	1,233,440	5,858,440

The amount of general obligation bonded debt that can be incurred by the City is limited by state statute. Total outstanding bonded debt during a year can be no greater than 15% of the assessed value of the taxable property within such municipality, according to the last completed assessment for taxation, unless certain conditions, such as set forth in state statutes under Mississippi Code Ann., Section 21-33-303, have been met which increases the bonded debt to no greater than 20% of the assessed value. As of September 30, 2014, the amount of outstanding bonded debt was equal to 5.24% property assessments of \$88,192,189, computed as follows:

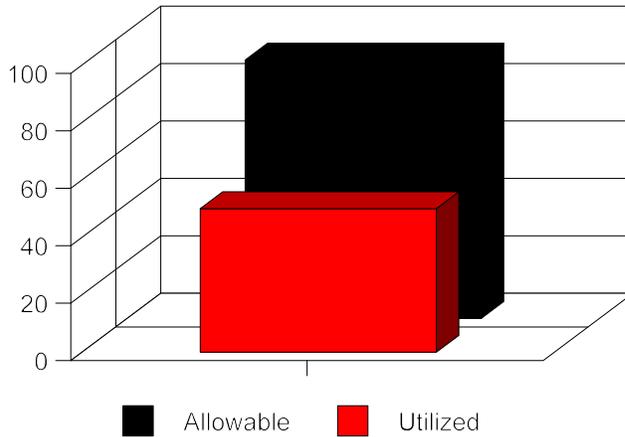
Bonded Debt:	
General Obligation Bonds	<u>\$4,625,000</u>
Total Debt Subject to Limitation	<u>\$4,625,000</u>
Assessed Valuation	88,192,189
Percentage	5.24%

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, 2014

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>	
\$232,890	5/1/11	10/1/14	
Year Ending June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 81,848	3,127	84,975

This debt is to be retired from the General Fund.

Motorola Lease Purchases

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>	
\$152,799	6/1/11	10/1/14	
Year Ending June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 53,529	2,045	55,574

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, 2014

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
Year Ending				
June 30		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$	49,663	9,492	59,155
2016		51,430	7,724	59,154
2017		53,261	5,893	59,154
2018		55,158	3,997	59,155
2019		57,121	2,034	59,155
Total	\$	<u>266,633</u>	<u>29,140</u>	<u>295,773</u>

This debt is to be retired from the General Fund.

Sirens Commercial Lease

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>		<u>Issue Date</u>		<u>Maturity Date</u>
\$63,696		11/10/11		11/1/14
Year Ending				
June 30		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$	22,266	1,112	23,378

This debt is to be retired from the General Fund.

Quick Attack Vehicle Lease

Annual debt service requirements to maturity are as follows:

<u>Original Amount</u>		<u>Issue Date</u>		<u>Maturity Date</u>
\$125,671		2/15/12		10/31/15
Year Ending				
June 30		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$	31,645	2,353	33,998
2016		32,800	1,198	33,998
Total	\$	<u>64,445</u>	<u>3,551</u>	<u>67,996</u>

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, 2014

7. BUSINESS-TYPE ACTIVITIES - CAPITAL ASSETS

The following is a summary of the capital assets of the Enterprise Fund at September 30, 2014:

	Balance 10-1-2013	Additions	Completed Construction	Balance 9-30-2014
<u>Non-depreciable capital assets:</u>				
Construction in progress	\$ 45,968	26,876	(72,844)	0
Total non-depreciable capital assets	<u>45,968</u>	<u>26,876</u>	<u>(72,844)</u>	<u>0</u>
<u>Depreciable capital assets:</u>				
Infrastructure	2,379,324			2,379,324
Improvements other than buildings	31,446		72,844	104,290
Mobile equipment	20,124			20,124
Furniture and equipment	204,851	20,366		225,217
Total depreciable capital assets	<u>2,635,745</u>	<u>20,366</u>	<u>72,844</u>	<u>2,728,955</u>
<u>Less accumulated depreciation for:</u>				
Infrastructure	106,652	81,588		188,240
Improvements other than buildings	1,757	5,911		7,668
Mobile equipment	4,254	3,646		7,900
Furniture and equipment	29,221	26,747		55,968
Total accumulated depreciation	<u>141,884</u>	<u>117,892</u>	<u>0</u>	<u>259,776</u>
Total depreciable capital assets, net	<u>2,493,861</u>	<u>(97,526)</u>	<u>72,844</u>	<u>2,469,179</u>
Business-type activities capital assets, net	<u>\$ 2,539,829</u>	<u>(70,650)</u>	<u>0</u>	<u>2,469,179</u>

8. BUSINESS-TYPE ACTIVITIES - LONG-TERM DEBT

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

	Balance 10-1-2013	Additions	Reductions	Adjustments	Balance 9-30-2014	Amounts due within one year
<u>Other Long - Term Debt</u>						
State Revolving Fund (SRF) Sewer Improvements Loan	\$ 2,651,055		121,156		2,529,899	123,293
State Revolving Fund (SRF) Water Pollution Loan	212,798	388,790	8,559	2,373	595,402	25,979
Compensated Absences		2,953		532	3,485	174
	<u>\$ 2,863,853</u>	<u>391,743</u>	<u>129,715</u>	<u>2,905</u>	<u>3,128,786</u>	<u>149,446</u>

City of Byram, Mississippi

Notes to the Financial Statements For the Year Ended September 30, 2014

	<u>Date of Obligation</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance 9-30-2014</u>
Other Long - Term Debt					
State Revolving Fund (SRF) Sewer Improvements Loan	9/1/12	9/1/32	1.75%	\$ 2,750,000	2,529,899
State Revolving Fund (SRF) Water Pollution Loan	Various	2/1/34	1.75%	677,082	595,402
Total				\$ 3,427,082	3,125,301

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	6/1/32	1.75%
Year Ending			
<u>June 30</u>		<u>Principal</u>	<u>Interest</u>
2015	\$	123,293	43,287
2016		125,468	41,112
2017		127,682	38,899
2018		129,934	36,647
2019		132,226	34,354
2020 - 2024		696,956	135,949
2025 - 2029		760,638	72,266
2030 - 2032		433,702	10,515
Total	\$	<u>2,529,899</u>	<u>413,029</u>
			<u>2,942,928</u>

This debt will be paid 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>
\$677,082	Various	2/1/34	1.75%
Year Ending			
<u>June 30</u>		<u>Principal</u>	<u>Interest</u>
2015	\$	25,979	10,212
2016		26,437	9,753
2017		26,904	9,287
2018		27,378	8,813
2019		27,861	8,330
2020 - 2024		146,855	34,099
2025 - 2029		160,273	20,681
2030 - 2034		153,715	6,128
Total	\$	<u>595,402</u>	<u>107,303</u>
			<u>702,705</u>

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

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.

9. DEFINED BENEFIT 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 public employee pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by state law and may be amended only by the State of Mississippi Legislature. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employee's Retirement System of Mississippi, PERS Building, 429 Mississippi Street, Jackson, MS 39201 or by calling (601) 359-3589 or 1-800-444-PERS.

Funding Policy

PERS members are required to contribute 9.00% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The contribution rate is 15.75% of annual covered payroll. The contribution requirements of PERS members and employers are established and may be amended only by the State Mississippi Legislature. The City's contributions to PERS for the fiscal years ending September 30, 2014, 2013 and 2012 were \$381,423, \$321,730, and \$243,198, respectively, which equaled the required contributions for the year.

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. The City carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

11. PRIOR PERIOD ADJUSTMENTS

A summary of significant fund equity adjustments are as follows:

Exhibit A-2 - Statement of Activities

<u>Explanation:</u>	<u>Amount</u>
<u>Governmental Activities:</u>	
Adjustments were made to properly present capital assets.	\$ 426,663
Adjustment was made to properly present accumulated employee leave beginning balance.	532
Total	<u>\$ 427,195</u>
 <u>Business-Type Activities:</u>	
Adjustments were made to properly present long-term debt.	\$ (2,373)
Adjustment was made to properly present accumulated employee leave beginning balance.	(532)
Total	<u>\$ (2,905)</u>

Exhibit A-8 - Statement of Revenues, Expenditures and Changes in Net Position

<u>Fund</u>	<u>Explanation</u>	<u>Amount</u>
Sewer Fund	Adjustments were made to properly present long-term debt.	\$ (2,373)
Sewer Fund	Adjustment was made to properly present accumulated employee leave beginning balance.	(532)
Total		<u>\$ (2,905)</u>

12. CONTINGENCIES

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

City of Byram, Mississippi

Notes to the Financial Statements
For the Year Ended September 30, 2014

13. DEFICIT FUND BALANCE OF INDIVIDUAL FUNDS

A generic fund type listing of the individual funds that have a deficit fund balance, including amounts of the deficits, is as follows:

	<u>Amount</u>
<u>Enterprise Fund</u>	
Sewer Fund	\$ <u>885,960</u>

This deficit is not in violation of state law and will be remedied by either transfers from the General Fund or anticipated future revenues of the Sewer Fund.

14. SUBSEQUENT EVENTS

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

REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND

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

The City maintains one general fund.

City of Byram, Mississippi
 General Fund
 Budgetary Comparison Schedule
 For the Year Ended September 30, 2014

Exhibit B-1

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Sales taxes	\$ 1,896,000	1,896,000	1,857,650	(38,350)
Property taxes	2,783,838	2,788,838	2,669,185	(119,653)
Licenses and permits	396,500	431,500	444,271	12,771
Fines and forfeitures	290,500	275,500	401,394	125,894
Investment income	-	-	8,284	8,284
Grants and donations	-	-	2,121	2,121
Charges for services	-	-	16,625	16,625
Intergovernmental programs	1,390,100	430,100	495,313	65,213
Other	896,911	414,911	32,933	(381,978)
Total Revenues	7,653,849	6,236,849	5,927,776	(309,073)
Expenditures:				
Current:				
General government:				
Personnel services	579,173	570,170	558,381	11,789
Supplies	43,235	62,235	12,811	49,424
Services	556,409	573,219	499,760	73,459
Capital outlay/debt service	75,141	54,825	34,319	20,506
	1,253,958	1,260,449	1,105,271	155,178
Public safety				
Personnel services	2,744,703	2,518,669	2,358,805	159,864
Supplies	335,300	309,300	239,492	69,808
Services	456,951	402,951	337,309	65,642
Capital outlay/debt service	967,001	838,021	787,483	50,538
	4,503,955	4,068,941	3,723,089	345,852
Public services				
Personnel services	444,850	381,827	299,602	82,225
Supplies	128,300	128,300	102,275	26,025
Services	164,360	160,960	140,518	20,442
Capital outlay/debt service	811,149	811,149	421,882	389,267
	1,548,659	1,482,236	964,277	517,959
Culture and recreation				
Supplies	7,000	7,000	2,092	4,908
Services	18,000	18,000	1,970	16,030
Capital outlay/debt service	785,000	-	-	-
	810,000	25,000	4,062	20,938
Debt service:				
Principal	171,654	182,133	182,132	1
Interest	26,270	15,793	15,791	2
	197,924	197,926	197,923	3
Total Expenditures	8,314,496	7,034,552	5,994,622	(1,039,930)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(660,647)	(797,703)	(66,846)	(730,857)
Other Financing Sources (Uses):				
Transfers in	2,167,073	3,667,073	-	(3,667,073)
Transfers out	(1,301,415)	(2,869,370)	-	2,869,370
Insurance proceeds	-	-	27,021	27,021
Inception of leases	-	-	266,633	266,633
Total Other Financing Sources (Uses)	865,658	797,703	293,654	(504,049)
Excess of revenues and other financing sources over (under) expenditures and other financing uses	205,011	-	226,808	226,808
Fund Balances - Beginning	-	-	4,711,071	4,711,071
Fund Balances - September 30	\$ 205,011	-	4,937,879	4,937,879

City of Byram, Mississippi

Notes to the Required Supplementary Information
For the Year Ended September 30, 2014

Budgetary Comparison Schedule

(1) Basis of Presentation

All funds of the City of Byram, Mississippi, governmental, 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. All budgetary appropriations lapse at year-end.

(2) Budget amendments and revisions

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

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, 2014

	Special Revenue Funds	Debt Service Fund <u>2010 GO Bond & Interest Fund</u>	Capital Projects Fund <u>CDBG - Lake Ridgelea Sewer Fund</u>	Total Nonmajor Governmental Funds (See Exhibit A-3)
Assets:				
<i>Pooled cash and cash equivalents</i>	\$ 107,822	\$ 77,232	\$ 337	\$ 185,391
Total Assets	<u>\$ 107,822</u>	<u>\$ 77,232</u>	<u>\$ 337</u>	<u>\$ 185,391</u>
Liabilities and Fund Balances:				
Liabilities:				
Total Liabilities	<u>\$ --</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:				
Restricted:				
<i>Unemployment benefits</i>	74,204	--	--	74,204
<i>Public safety</i>	33,618	--	--	33,618
<i>Capital projects</i>	--	--	337	337
<i>Debt services</i>	--	77,232	--	77,232
Total Fund Balances	<u>107,822</u>	<u>77,232</u>	<u>337</u>	<u>185,391</u>
Total Liabilities and Fund Balances	<u>\$ 107,822</u>	<u>\$ 77,232</u>	<u>\$ 337</u>	<u>\$ 185,391</u>

CITY OF BYRAM, MISSISSIPPI

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Special Revenue Funds	Debt Service Fund 2010 GO Bond & Interest Fund	Capital Projects Fund CDBG - Lake Ridgelea Sewer Fund	Total Nonmajor Governmental Funds (See Exhibit A-5)
Revenues:				
<i>Property taxes</i>	\$ --	\$ 357,374	\$ --	\$ 357,374
<i>Investment income</i>	129	221	--	350
<i>Grants and donations</i>	23,016	--	--	23,016
<i>Intergovernmental programs</i>	32,971	7,795	323,015	363,781
Total Revenues	<u>56,116</u>	<u>365,390</u>	<u>323,015</u>	<u>744,521</u>
Expenditures:				
<i>General government</i>	3,232	7,120	--	10,352
<i>Public services</i>	--	--	352,038	352,038
<i>Debt service:</i>				
<i>Principal</i>	--	190,000	--	190,000
<i>Interest</i>	--	136,010	--	136,010
Total Expenditures	<u>3,232</u>	<u>333,130</u>	<u>352,038</u>	<u>688,400</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>52,884</u>	<u>32,260</u>	<u>(29,023)</u>	<u>56,121</u>
Other Financing Sources (Uses):				
<i>Transfers in</i>	--	--	332,173	332,173
Total Other Financing Sources (Uses)	<u>--</u>	<u>--</u>	<u>332,173</u>	<u>332,173</u>
Net Change in Fund Balances	<u>52,884</u>	<u>32,260</u>	<u>303,150</u>	<u>388,294</u>
Fund Balances - Beginning	54,938	44,972	(302,813)	(202,903)
Fund Balances - Ending	<u>\$ 107,822</u>	<u>\$ 77,232</u>	<u>\$ 337</u>	<u>\$ 185,391</u>

SPECIAL REVENUE FUNDS

The special revenue fund is 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, 2014

	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
Assets:			
<i>Pooled cash and cash equivalents</i>	\$ 33,618	\$ 74,204	\$ 107,822
Total Assets	<u>\$ 33,618</u>	<u>\$ 74,204</u>	<u>\$ 107,822</u>
Liabilities and Fund Balances:			
Liabilities:			
Total Liabilities	<u>\$ --</u>	<u>--</u>	<u>--</u>
Fund Balances:			
Restricted:			
<i>Unemployment benefits</i>	--	74,204	74,204
<i>Public safety</i>	33,618	--	33,618
Total Fund Balances	<u>33,618</u>	<u>74,204</u>	<u>107,822</u>
Total Liabilities and Fund Balances	<u>\$ 33,618</u>	<u>\$ 74,204</u>	<u>\$ 107,822</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, 2014

	Law Enforcement	Unemployment Fund	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
Revenues:			
<i>Investment income</i>	\$ 31	\$ 98	\$ 129
<i>Grants and donations</i>	--	23,016	23,016
<i>Intergovernmental programs</i>	32,971	--	32,971
Total Revenues	<u>33,002</u>	<u>23,114</u>	<u>56,116</u>
Expenditures:			
<i>General government</i>			
<i>Services</i>	--	3,232	3,232
Total Expenditures	<u>--</u>	<u>3,232</u>	<u>3,232</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>33,002</u>	<u>19,882</u>	<u>52,884</u>
Net Change in Fund Balances	<u>33,002</u>	<u>19,882</u>	<u>52,884</u>
Fund Balances - Beginning	616	54,322	54,938
Fund Balances - Ending	<u>\$ 33,618</u>	<u>\$ 74,204</u>	<u>\$ 107,822</u>

CITY OF BYRAM, MISSISSIPPI
 Law Enforcement Fund
 Special Revenue Fund
 Budgetary Comparison Schedule
 For the Year Ended September 30, 2014

Exhibit C-5

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Investment income			\$ 31	31
Intergovernmental programs	2,131	34,331	32,971	(1,360)
Total Revenues	2,131	34,331	33,002	(1,329)
Expenditures:				
General government:				
Supplies	600	600	-	600
Total Expenditures	600	600	-	600
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,531	33,731	33,002	(729)
Net Change in Fund Balances	1,531	33,731	33,002	(729)
Fund Balances - Beginning	-	-	616	616
Fund Balances - Ending	\$ 1,531	33,731	33,618	(113)

CITY OF BYRAM, MISSISSIPPI
 Unemployment Fund
 Special Revenue Funds
 Budgetary Comparison Schedule
 For the Year Ended September 30, 2014

Exhibit C-6

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 280	280	98	(182)
Grants and donations	26,320	26,320	23,016	(3,304)
Total Revenues	26,600	26,600	23,114	(3,486)
Expenditures:				
General government:				
Services	15,000	15,000	3,232	11,768
Total Expenditures	15,000	15,000	3,232	11,768
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,600	11,600	19,882	8,282
 Net Change in Fund Balances	 11,600	 11,600	 19,882	 8,282
Fund Balances - Beginning	-	-	54,322	54,322
Fund Balances - Ending	\$ 11,600	11,600	74,204	62,604

DEBT SERVICE FUND

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

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

1. 2012 GO Bond & Interest Fund

CITY OF BYRAM, MISSISSIPPI
 2012 GO Bond & Interest Fund
 Debt Service Fund
 Budgetary Comparison Schedule
 For the Year Ended September 30, 2014

Exhibit C-7

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Property taxes	\$ 378,873	325,855	357,374	31,519
Investment income	100	100	221	121
Intergovernmental programs			7,795	7,795
Total Revenues	378,973	325,955	365,390	39,435
Expenditures:				
General government:				
Services	3,250	7,550	7,120	430
	3,250	7,550	7,120	430
Debt Service:				
Principal	190,000	190,000	190,000	-
Interest	136,010	136,010	136,010	-
Other	1,200	700		700
	327,210	326,710	326,010	700
Total Expenditures	330,460	334,260	333,130	1,130
Excess (Deficiency) of Revenues Over (Under) Expenditures	48,513	(8,305)	32,260	40,565
Other Financing Sources (Uses):				
Transfers in	9,129	9,129	-	(9,129)
Total Other Financing Sources (Uses)	9,129	9,129	-	(9,129)
Net Change in Fund Balances	57,642	824	32,260	31,436
Fund Balances - Beginning	-	-	44,972	44,972
Fund Balances - Ending	\$ 57,642	824	77,232	76,408

CAPITAL PROJECT FUNDS

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 proprietary funds. Individual capital project funds are utilized by the municipality to account for its construction projects.

The City maintains only two capital project funds as follows:

1. CDBG - Lake Ridgelea Sewer Fund
2. 2012 GO Bond Fund

CITY OF BYRAM, MISSISSIPPI
 CDBG - Lake Ridgelea Sewer Fund
 Capital Project Fund
 Budgetary Comparison Schedule
 For the Year Ended September 30, 2014

Exhibit C-8

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental programs	\$ 250,000	250,000	323,015	73,015
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>323,015</u>	<u>73,015</u>
Expenditures:				
Public services:				
Contract services	25,000	43,100	42,810	290
Capital outlay/debt services	500,000	481,900	309,228	172,672
Total Expenditures	<u>525,000</u>	<u>525,000</u>	<u>352,038</u>	<u>172,962</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(275,000)</u>	<u>(275,000)</u>	<u>(29,023)</u>	<u>245,977</u>
Other Financing Sources (Uses):				
Transfers in	275,000	275,000	332,173	57,173
Total Other Financing Sources (Uses)	<u>275,000</u>	<u>275,000</u>	<u>332,173</u>	<u>57,173</u>
Net Change in Fund Balances	<u>-</u>	<u>-</u>	<u>303,150</u>	<u>303,150</u>
Fund Balances - Beginning	-	-	(302,813)	(302,813)
Fund Balances - Ending	<u>\$ -</u>	<u>-</u>	<u>337</u>	<u>337</u>

CITY OF BYRAM, MISSISSIPPI
 2012 GO Bond Fund
 Capital Project Fund
 Budgetary Comparison Schedule
 For the Year Ended September 30, 2014

Exhibit C-9

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 500	500	1,467	967
Total Revenues	500	500	1,467	967
Expenditures:				
Public safety:				
Capital outlay/debt service	2,000,000	1,820,000	1,697,461	122,539
	2,000,000	1,820,000	1,697,461	122,539
Public services:				
Contract services		65,300	64,687	613
Capital outlay/debt service	485,000	455,000	447,812	7,188
	485,000	520,300	512,499	7,801
Total Expenditures	2,485,000	2,340,300	2,209,960	130,340
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,484,500)	(2,339,800)	(2,208,493)	131,307
Other Financing Sources (Uses):				
Transfers in	2,486,000	2,486,000	-	(2,486,000)
Total Other Financing Sources (Uses)	2,486,000	2,486,000	-	(2,486,000)
Net Change in Fund Balances	1,500	146,200	(2,208,493)	(2,354,693)
Fund Balances - Beginning	-	-	2,407,601	2,407,601
Fund Balances - Ending	\$ 1,500	146,200	199,108	52,908

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 expenditures with the construction of eligible pollution control projects.

CITY OF BYRAM, MISSISSIPPI
Sewer Fund
Enterprise Fund
Budgetary Comparison Schedule
For the Year Ended September 30, 2014

Exhibit C-10

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Charges for services	\$ 649,740	649,740	573,696	(76,044)
Total Revenues	649,740	649,740	573,696	(76,044)
Expenditures:				
Personal services	153,010	153,010	150,770	2,240
Supplies	32,250	32,250	43,942	(11,692)
Contract services	166,950	166,950	148,582	18,368
Depreciation			117,892	(117,892)
Capital outlay/debt service	592,581	592,581		592,581
Miscellaneous			74,801	(74,801)
Total Expenditures	944,791	944,791	535,987	408,804
Operating Income (Loss)	(295,051)	(295,051)	37,709	332,760
Non-Operating Revenues (Expenses):				
Loan proceeds	295,000	295,000		(295,000)
Interest revenue	100	100	62	(38)
Debt service interest			(53,449)	(53,449)
Total Non-Operating Revenues (Expenses)	295,100	295,100	(53,387)	(348,487)
Net Income (Loss) before Operating Transfers	49	49	(15,678)	(15,727)
Transfers out	-	-	(332,173)	(332,173)
Net Income (Loss)	49	49	(347,851)	(347,900)
Net Position- Beginning, as previously reported	-	-	(535,204)	(535,204)
Prior Period Adjustment	-	-	(2,905)	(2,905)
Net Position - Beginning, as restated	-	-	(538,109)	(538,109)
Net Position - Ending	\$ 49	49	(885,960)	(886,009)

OTHER INFORMATION

City of Byram, Mississippi
 Schedule of Surety Bonds for Municipal Officials
 September 30, 2014

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

Date of Obligation	Date of Maturity	Interest Rate	Original Amount	Balance October 1, 2013	Current Year Transactions			Balance September 30, 2014
					Additions	Reductions	Adjustments	
Long-Term Debt								
General Obligations Bonds								
8/1/2012	8/1/2032	2.4 - 3.4%	5,000,000	\$ 4,815,000	-	190,000	-	4,625,000
Total General Obligation Bonds				\$ 4,815,000	-	190,000	-	4,625,000
Other Long-Term Debt								
6/1/2011	10/1/2014	3.82%	152,799	\$ 105,088	-	51,559	-	53,529
5/1/2011	10/1/2014	3.82%	232,890	160,684	-	78,836	-	81,848
10/1/2013	10/1/2018	3.56%	266,633	-	266,633	-	-	266,633
11/10/2011	11/1/2014	6.36%	63,696	43,473	-	21,207	-	22,266
2/15/2012	10/31/2015	3.65%	125,671	94,975	-	30,530	-	64,445
Total Other Long-Term Debt				\$ 404,220	266,633	182,132	-	488,721
Total Long-Term Debt				\$ 5,219,220	266,633	372,132	-	5,113,721
Enterprise Fund Type								
Other Long-Term Debt								
9/1/2012	6/1/2032	1.75%	2,750,000	\$ 2,651,055	-	121,156	-	2,529,899
5/1/2014	2/1/1934	1.75%	212,798	212,798	388,790	8,559	2,373	595,402
Water Pollution Loan				\$ 2,863,853	388,790	129,715	2,373	3,125,301

City of Byram, MississippiSchedule of Expenditure of Federal Awards
For the Year Ended September 30, 2014**Schedule D-3**

Federal Grantor/ Pass-through Grantor/ Program Title	Federal CFDA Number	Federal Expenditures
<u>U.S. Department of Transportation</u>		
Passed-through the Mississippi Department of Transportation		
Highway Planning and Construction	20.205	\$ 158,476
Total Passed-through the Mississippi Department of Transportation		<u>158,476</u>
Total U.S. Department of Transportation		<u>158,476</u>
<u>U.S. Department of Justice</u>		
Passed-through the Mississippi Department of Public Safety		
Bulletproof Vest Partnership Program	16.607	13,517
Total Passed-through the Mississippi Department of Public Safety		<u>13,517</u>
Total U.S. Department of Justice		<u>13,517</u>
<u>U.S. Department of Housing and Urban Development</u>		
Passed-through the Mississippi Development Authority		
Community Development Block Grant - Special Purpose Grants	14.228	323,015
Total Passed-through the Mississippi Development Authority		<u>323,015</u>
Total U.S. Department of Housing and Urban Development		<u>323,015</u>
<u>U.S. Environmental Protection Agency</u>		
Passed-through the Mississippi Department of Environmental Quality		
ARRA - Capitalization Grants for Clean Water State Revolving Funds, Recovery Act	66.458	158,131
Total Passed-through the Mississippi Department of Environmental Quality		<u>158,131</u>
Total US Environmental Protection Agency		<u>158,131</u>
<u>Executive Office of the President</u>		
High Intensity Drug Trafficking Areas Program	95.001	14,214
Total Executive Office of the President		<u>14,214</u>
Total Expenditures of Federal Awards		<u>\$ 667,353</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. This schedule was prepared using the same basis of accounting and the same significant accounting policies, as applicable, used for the basic financial statements.

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III

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

III

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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Debt Capacity

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Table 10	Computation of Direct and Overlapping Bonded Debt
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Demographic and Economic Information

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Table 19	Principal Employers
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City of Byram
Table 1
General Governmental Expenditures by Function
 Last Ten 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

City of Byram
Table 2
General Revenues by Source
Last 10 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

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
<u>Governmental Funds Fund Balances</u>						
General Fund						
Unassigned	\$0	\$2,923	\$4,123	\$4,204	\$4,711	\$4,938
Total General Fund	<u>-</u>	<u>2,923</u>	<u>4,123</u>	<u>4,204</u>	<u>4,711</u>	<u>4,938</u>
All Other Governmental Funds						
Restricted:						
Unemployment	\$0	\$1	\$14	\$35	\$54	\$74
Public Safety	-	-	-	1	1	34
Capital Projects	-	-	-	3,614	2,105	199
Debt Service	-	-	-	8	45	77
Unassigned:	-	-	-	4,204	4,711	4,938
Total All Other Governmental Funds	<u>\$0</u>	<u>\$1</u>	<u>\$14</u>	<u>\$7,862</u>	<u>\$6,916</u>	<u>\$5,322</u>
<u>Government-Wide Funds Net Position</u>						
Governmental Activities:						
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,370	\$5,634	\$9,897
Restricted	-	1	14	3,658	2,168	357
Unrestricted	-	2,923	4,093	4,231	4,697	4,792
Total Governmental Activities	<u>\$0</u>	<u>\$8,345</u>	<u>\$10,181</u>	<u>\$10,259</u>	<u>\$12,499</u>	<u>\$15,046</u>
Business-Type Activities:						
Net Investment in Capital Assets	\$0	\$ -	\$ -	(\$274)	(\$324)	(\$656)
Unrestricted	-	-	-	(94)	(211)	(230)
Total Business-Type Activities	<u>\$0</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(\$368)</u>	<u>(\$535)</u>	<u>(\$886)</u>
Total Primary Government:						
Net Investment in Capital Assets	\$0	\$5,421	\$6,074	\$2,096	\$5,310	\$9,241
Restricted	-	1	14	3,658	2,168	357
Unrestricted	-	2,923	4,093	4,137	4,486	4,562
Total Primary Government	<u>\$0</u>	<u>\$8,345</u>	<u>\$10,181</u>	<u>\$9,891</u>	<u>\$11,964</u>	<u>\$14,160</u>

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

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

	2009	2010	2011	2012	2013	2014
Expenses						
Governmental activities:						
General government	\$0	\$882,958	\$1,262,270	\$2,166,967	\$1,744,091	\$1,614,727
Public safety	-	144,085	1,548,243	1,255,309	495,330	1,313,027
Public services	-	125,092	521,605	2,196,081	2,479,546	1,897,671
Culture and recreation	-	-	18,945	33,049	25,437	4,062
Interest on long-term debt	-	-	-	-	42,002	83,372
Total governmental activities expenses	-	1,152,135	3,351,063	5,651,406	4,786,406	4,912,859
Business-type activities						
Public utility	-	-	-	592,306	607,677	589,436
Total business-type activities expenses	-	-	-	592,306	607,677	589,436
Total primary government expenses	<u>\$0</u>	<u>\$1,152,135</u>	<u>\$3,351,063</u>	<u>\$6,243,712</u>	<u>\$5,394,083</u>	<u>\$5,502,295</u>
Program Revenues						
Governmental activities						
Charges for services:						
General government	\$0	\$210,740	\$682,135	\$1,161,125	\$882,694	\$1,053,488
Operating grants and contributions	-	130,678	418,823	250,887	898,923	659,590
Total governmental activities program revenues	-	341,418	1,100,958	1,412,012	1,781,617	1,713,078
Business-type activities:						
Charges for services:						
Sewer	-	-	-	32,938	576,353	573,696
Operating grants and contributions	-	-	-	-	-	-
Total business-type activities program revenues	-	-	-	32,938	576,353	573,696
Total primary government program revenues	<u>\$0</u>	<u>\$341,418</u>	<u>\$1,100,958</u>	<u>\$1,444,950</u>	<u>\$2,357,970</u>	<u>\$2,286,774</u>
Net (Expense)/Revenue						
Governmental activities	\$0	(\$810,717)	(\$2,250,105)	(\$4,239,394)	(\$3,004,789)	(\$3,199,781)
Business-type activities	-	-	-	(559,368)	(31,324)	(15,740)
Total primary government net expense	<u>\$0</u>	<u>(\$810,717)</u>	<u>(\$2,250,105)</u>	<u>(\$4,798,762)</u>	<u>(\$3,036,113)</u>	<u>(\$3,215,521)</u>
General Revenues and Other Changes in Net Position						
Governmental Activities:						
Taxes						
Property taxes	\$0	\$2,307,169	\$2,542,079	\$2,561,178	\$3,024,808	\$3,026,559
Sales taxes	-	1,493,274	1,527,692	1,711,344	1,946,916	1,857,650
Other taxes	-	14,969	20,883	30,042	23,792	31,431
Grants and contributions	-	-	-	614	-	-
Unrestricted investment income	-	19,482	43,350	27,432	28,297	10,101
Miscellaneous	-	13,667	5,977	57,632	29,253	61,966
Transfers	-	-	-	20,854	183,335	332,173
Total governmental activities	<u>\$0</u>	<u>3,848,561</u>	<u>4,139,981</u>	<u>4,409,096</u>	<u>5,236,401</u>	<u>5,319,880</u>
Business-type activities:						
Unrestricted investment income	-	-	-	34	117	62
Miscellaneous	-	-	-	212,088	-	-
Transfers	-	-	-	(20,854)	(183,335)	(332,173)
Total business-type activities	-	-	-	191,268	(183,218)	(332,111)
Total primary government	<u>\$0</u>	<u>\$3,848,561</u>	<u>\$4,139,981</u>	<u>\$4,600,364</u>	<u>\$5,053,183</u>	<u>\$4,987,769</u>
Change in Net Position						
Governmental activities	\$0	\$3,037,844	\$1,889,876	\$169,702	\$2,231,612	2,120,099
Business-type activities	-	-	-	(368,100)	(214,542)	(347,851)
Total primary government	<u>\$0</u>	<u>\$3,037,844</u>	<u>\$1,889,876</u>	<u>(\$198,398)</u>	<u>\$2,017,070</u>	<u>\$1,772,248</u>

City of Byram

Table 5

Schedule of Changes in Fund Balance

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014
Revenues						
Sales Taxes	\$0	\$1,493,274	\$1,527,692	\$1,711,344	\$1,946,916	\$1,857,650
Property Taxes	-	2,307,169	2,542,079	2,561,178	3,024,808	3,026,559
Licenses, fees, and permits	-	210,340	386,048	385,075	385,417	444,271
Fines and forfeitures	-	-	163,268	378,722	288,986	401,394
Chages for services	-	400	17,737	16,230	23,739	16,625
Grants and donations	-	-	-	60,687	28,767	25,137
Investment income	-	19,482	43,350	27,432	28,297	10,101
Intergovernmental programs	-	144,384	542,253	429,718	1,086,701	859,094
Other revenue	-	14,930	18,409	19,048	20,561	32,933
Total Revenues	0	4,189,979	5,240,836	5,589,434	6,834,192	6,673,764
Expenditures						
General government	-	697,009	993,846	1,553,118	1,271,893	1,115,623
Public safety	-	469,942	2,920,942	3,270,479	3,724,737	5,420,550
Public services	-	98,528	480,740	2,141,366	2,416,541	1,828,814
Culture and recreation	-	-	18,945	33,049	25,437	4,062
Debt service:	-	-	-	-	-	-
Principal	-	-	-	-	355,836	372,132
Interest	-	-	-	-	169,386	151,801
Other	-	-	-	97,700	500	-
Total Expenditures	0	1,265,479	4,414,473	7,095,712	7,964,330	8,892,982
Excess of revenues over/ (under) expenditures	0	2,924,500	826,363	(1,506,278)	(1,130,138)	(2,219,218)
Other Financing Sources (Uses)						
Issuance of bonds/ loan proceeds	-	-	-	5,000,000	-	-
Inception of leases	-	-	385,689	189,367	-	266,633
Insurance proceeds	-	-	-	21,453	-	27,021
Transfers from other funds	-	-	-	1,310,854	183,335	332,173
Transfers to other funds	-	-	-	(1,290,000)	-	-
Other	-	-	-	-	491	-
Total other financing sources (uses)	0	0	385,689	5,231,674	183,826	625,827
Net change in fund balances	\$0	\$2,924,500	\$1,212,052	\$3,725,396	(\$946,312)	(\$1,593,391)
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	1.89%	2.82%	2.18%

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

Fiscal Year	Total Levy	Current Collections	% Current Collected	Delinquent Collections	Total Tax Collections	Ratio Total Collected to Levy	Outstanding Delinquent Taxes	Ratio Delinquent to Total Levy
2009	-	-	0.0%	-	-	0.0%	-	0.00%
2010	2,220,205	2,307,169	103.9%	-86,964	2,220,205	100.0%	-86,964	-3.92%
2011	2,212,509	2,542,079	114.9%	-329,570	2,212,509	100.0%	-329,570	-14.90%
2012	2,385,878	2,561,178	107.3%	-175,300	2,385,878	100.0%	-175,300	-7.35%
2013	2,766,590	3,002,925	108.5%	-236,335	2,766,590	100.0%	-236,335	-8.54%
2014	2,774,388	2,928,260	105.5%	-153,872	2,774,388	100.0%	-153,872	100.00%

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

Source: Hinds County Tax Collector office

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

Fiscal Year	REAL PROPERTY		PERSONAL PROPERTY		UTILITIES		VEHICLES		TOTALS		% Assessed Increase (Decrease)
	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	
2009	-	-	-	-	-	-	-	-	-	-	0.0%
2010	60,107,586	439,382,939	3,928,445	26,189,633	-	-	11,200,000	37,333,333	75,236,031	502,905,905	100.0%
2011	61,203,466	447,393,757	4,339,798	28,931,987	4,200,000	28,000,000	9,239,736	30,799,120	78,983,000	535,124,864	5.0%
2012	62,098,521	453,936,557	4,156,928	27,712,853	3,829,528	25,530,187	14,638,321	48,794,403	84,723,298	555,974,000	7.3%
2013	64,548,959	471,849,115	4,432,446	29,549,640	3,059,072	20,393,813	15,115,135	50,383,783	87,155,612	572,176,352	2.9%
2014	65,201,936	476,622,339	4,177,376	27,849,173	3,319,024	22,126,827	15,752,112	52,507,040	88,450,448	579,105,379	1.5%

(1) Assessment rates are as follows:

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

Personal Property - Assessed at 15% of actual value.

Utilities - Assessed at 15% of actual value.

Vehicles - Assessed at 30% of actual value.

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

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

Source: Hinds County Tax Assessor

(3) Incorporation was effective in June, 2009

City of Byram

Table 8

**Property Tax Rates
Direct and Overlapping Governments**

Fiscal Years Beginning Year of Incorporation

Fiscal Year	City of Byram			Hinds County			School District			Grand Total Millage
	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	Operating Millage	Debt Millage	Total Millage	
2009	0	0.00	0.00	39.91	3.245	43.15	48.13	15.11	63.24	106.39
2010	30	0.00	30.00	41.96	3.245	45.21	48.17	12.81	60.98	136.19
2011	30	0.00	30.00	41.96	3.245	45.21	49.87	11.13	61.00	136.21
2012	30	4.10	34.10	42.75	2.455	45.21	48.97	12.03	61.00	140.31
2013	30	4.10	34.10	42.92	2.280	45.20	50.18	10.82	61.00	140.30
2014	30	4.10	34.10	43.45	1.750	45.20	50.12	10.88	61.00	140.30

Source: City of Byram

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

Taxpayer	2014				2009			
	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation	Type of Business	Assessed Valuation	Rank	% of Total Assessed Valuation
Spring Lake LLC	Apartment	\$ 1,855,322	1	21.91%				
Reserve of Byram II LLC	Apartment	1,508,587	2	17.81%				
Hinds Bradford Place United LLC	Apartment	1,406,433	3	16.61%				
Reserve of Byram LLC	Apartment	1,105,871	4	13.06%				
Kroger Limited Partnership	Grocery Store	805,657	5	9.51%				
M&H Drugs Inc	Shopping Center	417,782	6	4.93%				
OMSIV INC	Hotel	363,014	7	4.29%				
Courthouse Inc	Fitness	360,603	8	4.26%				
Willow Creek Retirement LLC	Nursing Home	341,496	9	4.03%				
Byram Development Co. Inc	Office Space	304,965	10	3.60%				
Spring Lake LLC	Apartment					2,038,523	1	24.71%
Hinds Bradford Place United LLC	Apartment					1,553,012	2	18.82%
Reserve of Byram II LLC	Apartment					1,466,239	3	17.77%
Reserve of Byram LLC	Apartment					1,097,745	4	13.31%
Kroger Limited Partnership	Grocery Store					477,253	5	5.79%
M&H Drugs Inc	Shopping Center					429,822	6	5.21%
Courthouse Inc	Fitness					350,204	7	4.25%
Willow Creek Retirement LLC	Nursing Home					330,338	8	4.00%
OMSIV INC	Hotel					254,136	9	3.08%
Byram Development Co. Inc	Office Space					252,485	10	3.06%
Total taxable assessed value of 10 largest taxpayers		\$ 8,469,730		11.76%		\$ 8,249,757		12.88%
Total taxable assessed value of other taxpayers		\$ 63,570,747		88.24%		55,566,301		86.77%
Total taxable assessed value of all taxpayers		\$ 72,040,477		100.00%		\$64,036,031		100.00%

Source: Hinds County Tax Assessor's Office

City of Byram
Table 10
Computation of Direct and Overlapping Bonded Debt
General Obligation Bonds (1)
Current and Five 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:				
2014	City of Byram	\$4,547,768	100.00%	\$4,547,768
Overlapping:				
2014	Hinds County	36,845,000	3.72%	1,370,634
2014	Hinds County Schools	<u>15,330,000</u>	19.41%	<u>2,975,553</u>
Total Overlapping		<u>52,175,000</u>		<u>4,346,187</u>
Total Direct & Overlapping		<u>\$56,722,768</u>		<u>\$8,893,955</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) Excludes general obligation bonds reported in the enterprise funds.

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

(3) The percentage used is based on population.

Source: Hinds County School District, Hinds County

City of Ridgeland

Table 11

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

(amounts expressed in thousands)

Fiscal Year	Governmental Activities		Business-type Activities				Total Primary Government	Percentage of Personal Income (a)	Per Capita
	General Obligation Bonds	Other Debt	General Obligation Bonds	State Revolving Fund Loan	Other				
2009	-	-	-	-	-	-	0.00%	-	
2010	-	6,450	-	-	-	6,450	0.00%	1	
2011	-	415,073	-	-	-	415,073	0.15%	36	
2012	5,000,000	575,056	-	2,750,000	-	8,325,056	2.82%	710	
2013	4,815,000	673,637	-	2,651,055	-	8,139,692	3.01%	694	
2014	4,625,000	440,477	-	3,125,301	-	8,190,778	3.10%	706	

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

(a) See Table 18 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

City of Byram

Table 12

Legal Debt Margin Information

Last Ten Fiscal Years

(amounts expressed in thousands)

	2009	2010	2011	2012	2013	2014
Assessed Value of Property	\$ -	\$75,236,031	\$78,983,000	\$84,723,298	\$87,155,612	\$88,450,448
Debt Limit, 15% of Assessed Valuation	-	11,285,405	11,847,450	12,708,495	13,073,342	13,267,567
Amount of Debt Applicable to Limit:						
General Long-Term Debt	-	-	-	5,000,000	4,815,000	4,625,000
G.O. Public Utility Bonds	-	-	-	-	-	-
Total Bonded Debt (a)	0	0	0	5,000,000	4,815,000	4,625,000
Less:						
Special Assessment Bonds	-	-	-	-	-	6,450
G. O. Public Utility Bonds	-	-	-	-	-	-
Total Excluded (b)	0	0	0	0	0	6,450
Total Net Debt Applicable to Limit (a)-(b)	0	0	0	5,000,000	4,815,000	4,618,550
Legal Debt Margin	\$0	\$11,285,405	\$11,847,450	\$7,708,495	\$8,258,342	\$8,649,017
Total Net Debt Applicable to the Limit as a percentage of debt limit	0.00%	0.00%	0.00%	39.34%	36.83%	34.81%

City of Byram

Table 13

**Ratio of Net General Obligation Debt to Assessed Value and
Net General Obligation Bonded Debt Per Capita**

Last Five Fiscal Years

(amounts expressed in thousands)

Fiscal Year	Estimated Population (1)	Assessed Valuation (2)	Gross Bonded Debt (3)	Less Debt Service Fund	Net Bonded Debt	Net Bonded		Ratio of Net Bonded Debt to Assessed Value
						Debt Per Capita (4)	Bonded Debt to Assessed Value	
2009	-	-	-	-	-	-	-	0.00%
2010	11.5	75,236,031	-	-	-	-	-	0.00%
2011	11.6	78,983,000	-	-	5,000,000	-	-	6.33%
2012	11.7	84,723,298	5,000,000	-	5,000,000	426,585	-	5.90%
2013	11.7	87,155,612	4,815,000	44,972	4,770,028	406,964	-	5.47%
2014	11.6	88,450,448	4,625,000	77,232	4,547,768	391,948	-	5.14%

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

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

(2) From Table 7.

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

(4) Expressed in actual dollars.

City of Byram

Table 14

**Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt to Total Governmental Expenditures (1)**

Last Five Fiscal Years
(amounts expressed in thousands)

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%

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

City of Byram
Table 15
Construction Activity (1)
Ten-Year Period Ending December 31, 2014
(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			
2009	112	\$ 680,845	21	21	-	\$ 2,674,845	100.0%
2010	179	10,200,046	39	39	4	14,167,760	429.7%
2011	207	10,013,349	18	18	2	12,565,811	-11.3%
2012	202	4,948,403	28	28	5	7,835,933	-37.6%
2013	198	3,501,532	37	37	12	8,445,342	7.8%
2014	203	4,267,830	28	28	7	6,965,586	-17.5%

(1) Source: City of Byram Building Permit Section

City of Byram

Table 16

Property Value and Construction

Last Ten Calendar Years

(amounts expressed in thousands)

Fiscal Year	Real Property Value (2)		Non-Residential Construction (1)		Residential Construction (1)		Additions/Alterations (1)	
	Value	Number of Units	Value	Number of Units	Value	Number of Units	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	476,622,339	203	4,268	28	2,698	7	6,966	

(1) From Table 16

(2) Total estimated actual value from Table 7

Source: City of Byram

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

Calendar Year	Population		Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age		County School Enrollment	Unemployment Rate
2009	11,373	1	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	1	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%

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 5 Fiscal Years

Fiscal Year	Elementary Schools	Middle Schools	High Schools	Vocational Schools	Junior College	Total County Enrollment
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

Source: City of Byram

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

<u>Employer</u>	2014			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>
Kroger	124	1	26.38%	122	1	26.81%
Gary Road Elementary	95	2	20.21%	91	2	20.00%
Byram Middle School	88	3	18.72%	80	4	17.58%
Willow Creek Nursing Home	84	4	17.87%	86	3	18.90%
Gary Road Intermediate	79	5	16.81%	76	5	16.70%
Total	<u>470</u>		<u>100%</u>	<u>455</u>		<u>100%</u>

Source: City of Byram, Individual companies

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

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

Source: City of Byram

Notes:

(1) Includes Fire and Police

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

Function/Program	2009	2010	2011	2012	2013	2014
General government						
Building permits issued	-	242	188	227	247	250
Building inspections conducted	-	465	338	308	507	1102
Public safety						
Police						
Arrests	-	-	198	436	409	291
Traffic violations	-	-	2,532	3,250	4,152	3,586
Parking violations	-	-	10	83	41	13
Fire						
Number of emergency calls answered	-	-	-	960	1,050	1,111
Number of inspections conducted	-	-	-	200	137	181
Fire insurance rating	-	7	7	7	7	7
Public services						
Centerline miles of road maintained:						
City	-	-	189	189	192	192
Street resurfacing (miles)	-	-	-	-	-	2.5
Potholes repaired	-	-	1200	1,800	2,400	2,055
Sanitation						
Water						
Service connections	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
Average daily consumption (thousands of gallons)						
Number of fire hydrants						
Sewer						
Average daily sewage treatment (thousands of gallons)	-	-	-	525,000	525,000	567,000
Culture and recreation						
Library						
Volumes in collection	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
Parks						
Athletic field permits issued	N/A	N/A	N/A	N/A	N/A	N/A

Source: City of Byram

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

Function/Program	2009	2010	2011	2012	2013	2014
Public safety						
Police						
Number of stations	-	-	1	1	1	1
Zone offices	N/A	N/A	N/A	N/A	N/A	N/A
Patrol units	-	2	24	26	26	29
Fire						
Number of stations	-	-	-	-	-	1
Public services						
Street miles			189	189	193	193
Street Lights	-	-	-	-	-	-
Traffic Signals	4	4	6	6	6	6
Sanitation						
Water						
Water mains (miles)	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
Sewer						
Sanitary sewers (miles)	-	-	-	28.85	36.67	36.67
Storm sewers (miles)	-	-	-	3	6.3	6.3
Treatment capacity (thousands of gallons)	-	-	-	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
Culture and recreation						
Number of Parks	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
Golf Courses	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
Recreational Trail Miles	N/A	N/A	N/A	N/A	N/A	N/A

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

Source: City of Byram

City of Byram

Table 23

Miscellaneous Statistics

Date of Incorporation	6/16/2009	Other:	
Form of Government	Mayor/Aldermen	Average selling price of homes	\$137,800
Population (Estimated Census)	11,603	Median income-- household	\$56,102
Area in square miles	18.36	Major highways	1
Number of employees (excluding police and fire)	20	Nearest railroads:	Canadian National
Police Protection:			Illinois Central
Number of sworn officers	29	Nearest commercial airport:	Jackson- Medgar Wiley Evers
Number of residents per sworn officer	400		Runway length 8,500 feet
Education:			International Airport
Percentage of Population (> 25 yrs.) with High school diploma	91.70%	Nearest general airport	Hawkins Field Airport
Bachelor's degree	27.9%	Nearest full-service port	Runway length 5,387 feet
		Name of waterway	Port of Vicksburg, 60 miles
			Mississippi River

Source:

http://en.wikipedia.org/wiki/Byram,_Mississippi

City of Byram

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

www.byram-ms.us Byram Police 2014 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, 2014, and the related notes to the financial statements, which collectively comprise City of Byram's basic financial statements, and have issued our report thereon dated May 27, 2015.

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 statement, 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
May 27, 2015

Certified Public Accountants

FORTENBERRY & BALLARD, PC
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Mayor and Board of Aldermen
City of Byram, Mississippi

Report on Compliance for Each Major Federal Program

We have audited the City of Byram's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the city's major federal programs for the year ended September 30, 2014. City of Byram's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of City of Byram's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the city's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the City of Byram, Mississippi complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2014.

Report on Internal Control Over Compliance

Management of the City of Byram, Mississippi is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the city's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the city's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

FORTENBERRY & BALLARD, PC

Fortenberry & Ballard, PC
May 27, 2015

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
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, 2014, which collectively comprise the City of Byram's basic financial statements and have issued our report thereon dated May 27, 2015. 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*.

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 those procedures and our audit of the basic financial statements disclosed no material instances of noncompliance with state laws and regulations.

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

FORTENBERRY & BALLARD, PC

Fortenberry & Ballard, PC
May 27, 2015

Certified Public Accountants

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

City of Byram, Mississippi

Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2014

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.

Federal Awards:

- 4. Internal control over major programs:
 - a. Material weakness(es) identified? No.
 - b. Significant deficiency(ies) identified? None reported.
- 5. Type of auditor's report issued on compliance for major programs: Unmodified
- 6. Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? No.

7. Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
14.228	Community Development Block Grant - Special Purpose Grants
66.458	ARRA - Capitalization Grants for Clean Water State Revolving Funds, Recovery Act

- 8. Dollar threshold used to distinguish between Type A and Type B programs: \$300,000
- 9. Auditee qualified as low-risk auditee? 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*.

Section III: Federal Award Findings and Questioned Costs

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