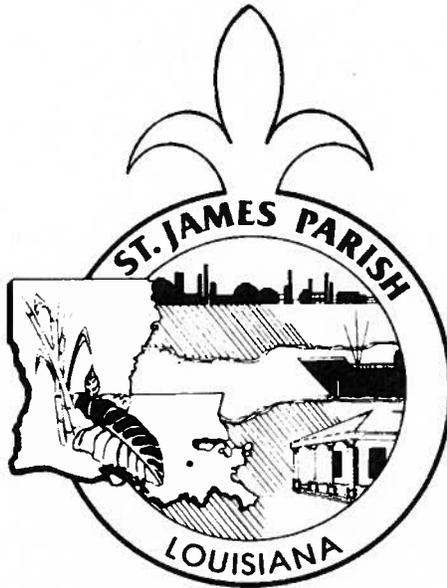


ST. JAMES PARISH
State of Louisiana

Financial Statements
As of and for the Year
Ended December 31, 2010



Prepared by:
Department of Finance

TABLE OF CONTENTS

	<u>Statement</u>	<u>Page No.</u>
INTRODUCTORY SECTION		
Letter of Transmittal		1
FINANCIAL SECTION		
Independent Auditors' Report		2
Required Supplementary Information: Management's Discussion and Analysis		4
Basic Financial Statements:		
Government-wide Financial Statements:		
Statement of Net Assets	A	16
Statement of Activities	B	18
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C	20
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	D	22
Statement of Revenues, Expenditures, and Changes in Fund Balances	E	23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	F	25
Proprietary Funds:		
Statement of Net Assets	G	26
Statement of Revenues, Expenses, and Changes in Fund Net Assets	H	28
Statement of Cash Flows	I	30
Notes to the Financial Statements		34
	<u>Schedule</u>	<u>Page No.</u>
Required Supplementary Information:		
Major Governmental Funds		75
Statement of Revenues, Expenditures and Changes in Fund Balances -- Budget and Actual -- General Fund	1	76
Statement of Revenues, Expenditures and Changes in Fund Balances -- Budget and Actual -- Road & Bridge Maintenance Fund	2	77
Statement of Revenues, Expenditures and Changes in Fund Balances -- Budget and Actual -- Consolidated Capital Projects Fund	3	78
Statement of Revenues, Expenditures and Changes in Fund Balances -- Budget and Actual -- Parishwide Road Improvement Fund	4	79

TABLE OF CONTENTS (CONCLUDED)

	<u>Schedule</u>	<u>Page No.</u>
Supplementary Information:		
Combining Schedules:		
Nonmajor Governmental Funds		
Combining Balance Sheet	5	80
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	6	81
Nonmajor Special Revenue Funds		82
Combining Balance Sheet	7	87
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	8	95
Nonmajor Debt Service Funds		103
Combining Balance Sheet	9	104
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	10	105
Nonmajor Capital Projects Funds		106
Combining Balance Sheet	11	107
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	12	109
Schedule of Compensation Paid Parish Council Members and Parish President	13	111
Schedule of Program Revenues, Expenditures and Changes in Fund Balance – Contracts and Grants Provided Through the Louisiana Governor’s Office of Elderly Affairs (GOEA)	14	112
Schedule of Program Expenditures – Budget vs. Actual – Contracts and Grants Provided Through the Louisiana Governor’s Office of Elderly Affairs (GOEA)	15	115
 SINGLE AUDIT SECTION		
Independent Auditors’ 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		117
Independent Auditors’ Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133		119
Schedule of Expenditures of Federal Awards	16	121
Schedule of Findings and Questioned Costs	17	126
Summary Schedule of Prior Audit Findings	18	134

INTRODUCTORY SECTION



St. James Parish Government

Dale J. Hymel, Jr.
Parish President

P.O. Box 106
Convent, Louisiana 70723-0106
(225) 562-2300 (225) 265-3156
TDD: (225) 562-8500

July 5, 2011

Office of the Legislative Auditor
Attn: Ms. Suzanne Elliot
1600 Riverside North
P. O. Box 94397
Baton Rouge, LA 70804-9397

Dear Ms. Elliot:

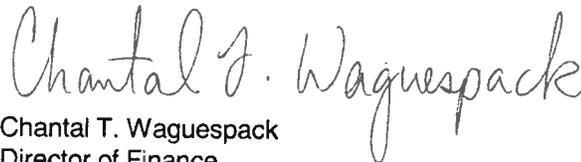
In accordance with Louisiana Revised Statute 24:514, enclosed are the annual financial statements for St. James Parish as of and for the fiscal year ended December 31, 2010. The report includes all funds under the control and oversight of the Parish. The following component units of the parish have been included within the accompanying report:

St. James Youth Center
St. James Parish Gas & Water Distribution System

St. James Parish Clerk of Court
St. James Parish Hospital

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles.

Sincerely yours,


Chantal T. Waguespack
Director of Finance

Enclosures

FINANCIAL SECTION

To the President and Members
St. James Parish Council
Convent, Louisiana

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, St. James Parish Hospital, each major fund, and the aggregate remaining fund information of St. James Parish, State of Louisiana, as of and for the year ended December 31, 2010, which collectively comprise St. James Parish's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of St. James Parish, State of Louisiana. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit, St. James Parish Clerk of Court. The financial statements of St. James Parish Clerk of Court reflect total assets of \$176,230 as of June 30, 2010 and total revenues of \$782,163 for the year ended June 30, 2010. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component unit, St. James Parish Clerk of Court, is based on the reports of the other auditors.

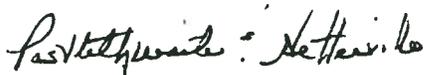
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of St. James Parish, State of Louisiana, as of December 31, 2010 and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 5, 2011, on our consideration of St. James Parish, State of Louisiana'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 through 15 and 75 through 79 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise St. James Parish's basic financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of St. James Parish, State of Louisiana. The combining and individual nonmajor fund financial statements 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 financial statements. The 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section has 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.



Donaldsonville, Louisiana
July 5, 2011

Management's Discussion and Analysis

As management of St. James Parish we offer readers of the Parish's financial statements this narrative overview and analysis of the financial activities of the Parish government for the fiscal year ended December 31, 2010.

Financial Highlights

- ◆ The Parish's assets exceeded its liabilities at December 31, 2010, by \$95,346,931 (net assets). Unrestricted net assets are \$3,312,846.
- ◆ The Parish's total net assets increased \$8,344,651 over the previous year with \$6,941,321 of the increase resulting from governmental activities. Business-type activities had a \$1,403,330 increase in net assets.
- ◆ At December 31, 2010, the Parish's governmental fund statements reported combined ending fund balances of \$41,078,072, an increase of \$2,956,129 from the previous year. Of this amount, \$37,649,001 remains in the various fund types of the Parish as unreserved.
- ◆ The General Fund, the Parish's primary operating fund, reported an unreserved fund balance of \$5,712,597 and an increase in total fund balance from the last fiscal year of \$575,930.
- ◆ Total debt and capital leases decreased from the prior year by \$1,141,780. During the year, certificates of indebtedness totaling \$2,000,000 were issued for the purpose of renovating, improving, equipping, and expanding the library facilities on the East Bank.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to St. James Parish's basic financial statements. The Parish's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. There is additional supplementary information following the financial statements that may be of interest to the reader.

Government-wide financial statements

Government-wide financial statements are designed to provide the reader with a broad overview of the Parish's financial position, in a manner similar to a private-sector business. They include a **Statement of Net Assets** and a **Statement of Activities**. These statements appear on pages 16 to 19 of this report.

The **Statement of Net Assets** presents the Parish's assets less its liabilities at year end. The difference between these assets and liabilities is reported as net assets. Changes in net assets over time may serve as a useful indicator of whether the financial position of the Parish is improving or deteriorating.

The **Statement of Activities** presents information showing how the Parish's net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, accounts payable and earned but unused vacation leave.)

Both statements attempt to distinguish functions of the Parish that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). Governmental activities include general government, public safety, highways and streets, public transportation, health and welfare, culture and recreation, and economic development and assistance expenditures. Business-type activities include gas and water distribution and juvenile detention.

The government-wide financial statements include not only St. James Parish itself (the *primary government*), but also separate legal governmental entities (*component units*) to which the Parish may be obligated to provide financial assistance. Component units are presented as separate columns in fund financial statements. The component unit agencies issue separate, independently audited financial statements. Financial statements for each of the individual component units may be obtained at the component unit's administrative offices.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Parish, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the Parish's funds can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, however, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Parish's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds' balance sheet and the governmental funds' statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Parish maintains 50 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds' statement of revenues, expenditures, and changes in fund balances for the General Fund, the Road and Bridge Maintenance Fund, the Consolidated Capital Projects Fund, and the Parishwide Road Improvement Fund, all of which are considered to be major funds. Data from the other 46 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements as supplementary information.

The basic governmental fund financial statements can be found on pages 20 to 25 of this report.

Proprietary funds. The Parish maintains and presents two types of proprietary funds: enterprise and internal service, which can be found on pages 26 to 33 of this report.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Parish has two enterprise funds, the St. James Parish Gas & Water Distribution System Fund, which accounts for expenses to distribute natural gas & water, and the St. James Youth Center Fund, which accounts for the expenses for juvenile detention.

Internal service funds are an accounting tool used to accumulate and allocate costs internally among various functions. The Parish uses an internal service fund to account for its self-insured health insurance program. Because this service predominately benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The St. James Parish Gas & Water Distribution System Fund and the St. James Youth Center Fund are considered to be major funds of the Parish.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34 to 74 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements. Combining fund statements and schedules can be found on pages 80 to 110 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of the Parish's financial position. In the case of St. James Parish, governmental activities' net assets exceeded liabilities by \$75,308,821 at December 31, 2010.

The following table reflects the condensed Statement of Net Assets for 2010 and 2009:

St. James Parish
Condensed Statement of Net Assets
December 31, 2010 and 2009

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$ 47,726,343	\$ 44,187,936	\$ 5,940,392	\$ 4,673,729	\$ 53,666,735	\$ 48,861,665
Capital assets	42,428,043	37,234,357	15,594,364	14,651,527	58,022,407	51,885,884
Total assets	90,154,386	81,422,293	21,534,756	19,325,256	111,689,142	100,747,549
Long-term liabilities outstanding	11,077,843	9,983,303	475,611	411,823	11,553,454	10,395,126
Other liabilities	3,767,722	3,071,490	1,021,035	1,217,667	4,788,757	4,289,157
Total liabilities	14,845,565	13,054,793	1,496,646	1,629,490	16,342,211	14,684,283
Net assets:						
Invested in capital assets, net of related debt	38,618,759	35,817,023	15,594,364	14,619,550	52,175,785	47,773,060
Restricted	39,858,300	36,503,722	-	-	39,858,300	36,503,722
Unrestricted	(3,168,238)	(3,953,245)	4,443,746	3,076,216	3,312,846	1,786,484
Total net assets	\$ 75,308,821	\$ 68,367,500	\$ 20,038,110	\$ 17,695,766	\$ 95,346,931	\$ 86,063,266

Approximately 51.3% (\$38,618,759) of the Parish's governmental net assets as of December 31, 2010, reflects the government's investment in capital assets (land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets. The Parish uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Another 52.9% (\$39,858,300) of the governmental net assets is subject to external restrictions on how these assets may be used, such as property tax approved by the electorate for specific purposes. The remaining governmental net assets, a negative \$3,168,238, are referred to as unrestricted.

See the Notes To The Financial Statements, page 43, for additional information.

Governmental activities

Governmental activities account for 79.0% of the Parish's net assets. One of the major components of general revenue collected by governmental activities is property taxes, which represents 37.3% of the Parish's total governmental revenue. In 2010, property taxes were assessed at a millage rate of 40.71 mills. Property tax revenue decreased \$252,119, a 1.9% decrease from the previous year. Other taxes for governmental activities include Voluntary Payments In Lieu of Taxes (\$453,830), Sales and Use Taxes (\$6,856,904), Alcoholic Beverages (\$22,112), Franchise Fees (\$76,065), and other taxes (\$184,395).

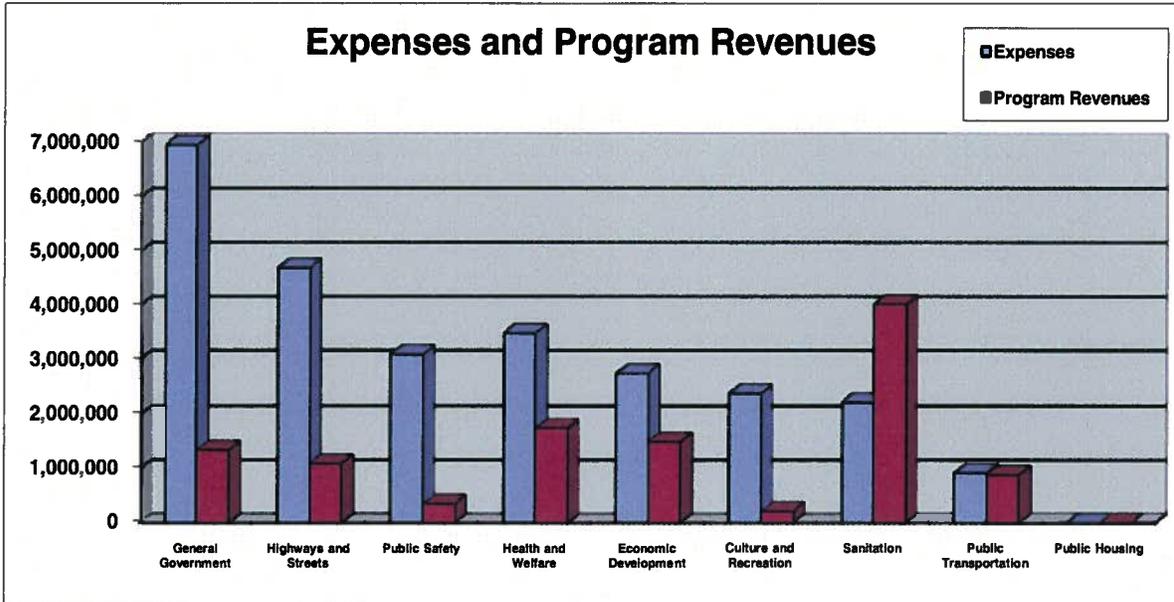
Other variances in governmental activities include:

- ◆ Sales and use tax collections increased \$2,011,369, a 41.5% increase. Total sales and use tax collections are comprised of sales and use taxes, which increased 42.4%, and motor vehicle sales taxes, which increased 24.4%. The sales taxes increased in 2010 mainly due to an audit conducted in July 2010 which collected approximately \$1,430,000 in additional sales taxes.
- ◆ Capital outlay increased \$2,128,401 mainly due to the construction projects that were started during 2009 and continued into 2010 for the new court administrative building and the Vacherie Health Unit.

The following is a summary of activity for 2010:

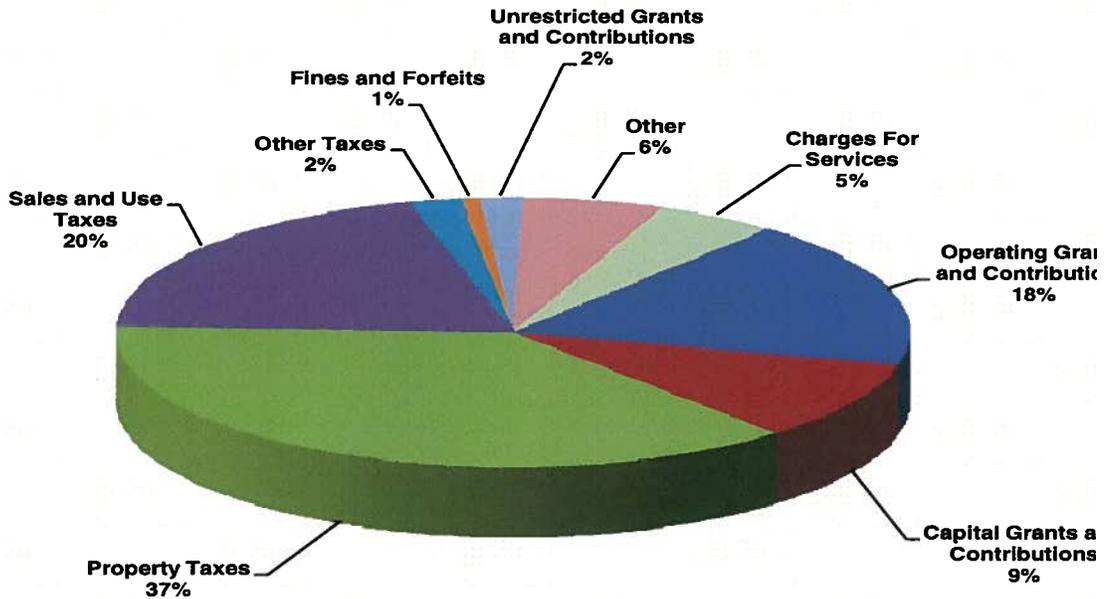
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues:						
Charges for services	\$ 1,715,788	\$ 1,652,712	\$ 6,003,702	\$ 5,523,195	\$ 7,719,490	\$ 7,175,907
Operating grants and contributions	6,080,707	5,269,073	182,443	225,720	6,263,150	5,494,793
Capital grants and contributions	3,307,010	286,412	1,128,949	1,930,363	4,435,959	2,216,775
General revenues:						
Property taxes	12,797,443	13,049,562	378,564	380,113	13,176,007	13,429,675
Sales and use taxes	6,856,904	4,845,535	-	-	6,856,904	4,845,535
Other taxes	736,402	687,989	(90)	-	736,312	687,989
Fines and forfeits	263,029	243,798	600	450	263,629	244,248
Unrestricted grants and contributions	605,724	3,465,596	-	-	605,724	3,465,596
Other general revenues	1,957,815	1,937,671	218,295	275,016	2,176,110	2,212,687
Total revenues	34,320,822	31,438,348	7,912,463	8,334,857	42,233,285	39,773,205
Expenses:						
General government	6,937,264	6,862,103	-	-	6,937,264	6,862,103
Public safety	3,090,510	3,458,096	-	-	3,090,510	3,458,096
Highways and streets	4,704,271	3,364,688	-	-	4,704,271	3,364,688
Sanitation	2,224,353	2,219,406	-	-	2,224,353	2,219,406
Public housing	1,160	1,600	-	-	1,160	1,600
Public transportation	930,103	782,994	-	-	930,103	782,994
Health and welfare	3,498,199	3,326,575	-	-	3,498,199	3,326,575
Culture and recreation	2,389,225	2,201,667	-	-	2,389,225	2,201,667
Economic development and assistance	2,747,918	2,231,897	-	-	2,747,918	2,231,897
Interest on long-term debt	336,756	356,716	-	-	336,756	356,716
Gas and water	-	-	4,482,305	4,128,549	4,482,305	4,128,549
Youth detention	-	-	2,563,471	3,069,854	2,563,471	3,069,854
Total expenses	26,859,759	24,805,742	7,045,776	7,198,403	33,905,535	32,004,145
Increase (decrease) in net assets before contributions and transfers	7,461,063	6,632,606	866,687	1,136,454	8,327,750	7,769,060
Contribution from contractors	-	-	-	72,298	-	72,298
Transfers	(519,742)	(725,219)	536,643	738,477	16,901	13,258
Increase (decrease) in net assets	6,941,321	5,907,387	1,403,330	1,947,229	8,344,651	7,854,616
Beginning net assets	68,367,500	62,460,113	17,695,766	15,748,537	86,063,266	78,208,650
Increase in net assets for 7/1/09 - 12/31/09	-	-	939,014	-	939,014	-
Ending net assets	\$75,308,821	\$68,367,500	\$20,038,110	\$17,695,766	\$95,346,931	\$86,063,266

The following graph is a comparison of program revenues and program expenses for all governmental activities. This chart is intended to give the reader an idea of the degree to which governmental activities are self-supporting:



The following pie chart illustrates the composition of governmental activities revenue and its percentage in relation to total government revenues:

Revenues by Source - Governmental Activities



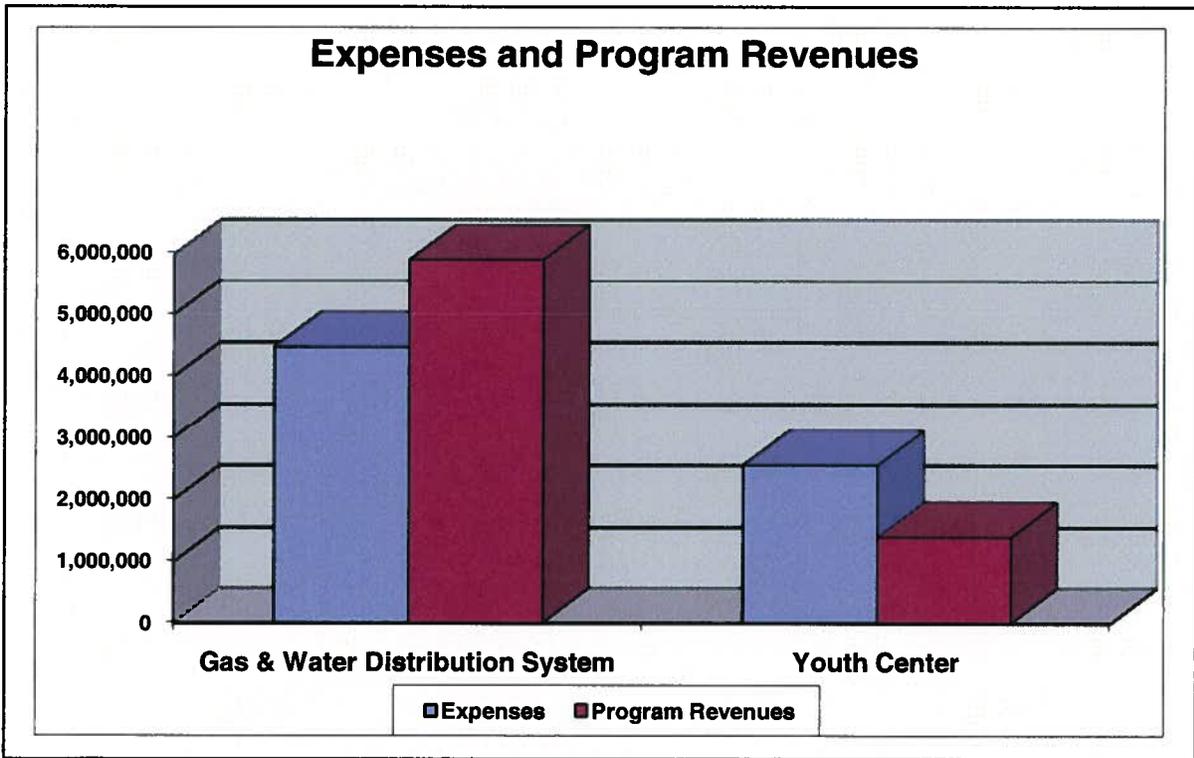
Business-type activities

St. James Parish has two business-type activities: The St. James Parish Gas & Water Distribution System and the St. James Youth Center. The Gas & Water Distribution System’s principal activities are the providing of gas and water services to the citizens and businesses of the Parish. The St. James Parish Youth Center’s principal activity is to provide juvenile detention.

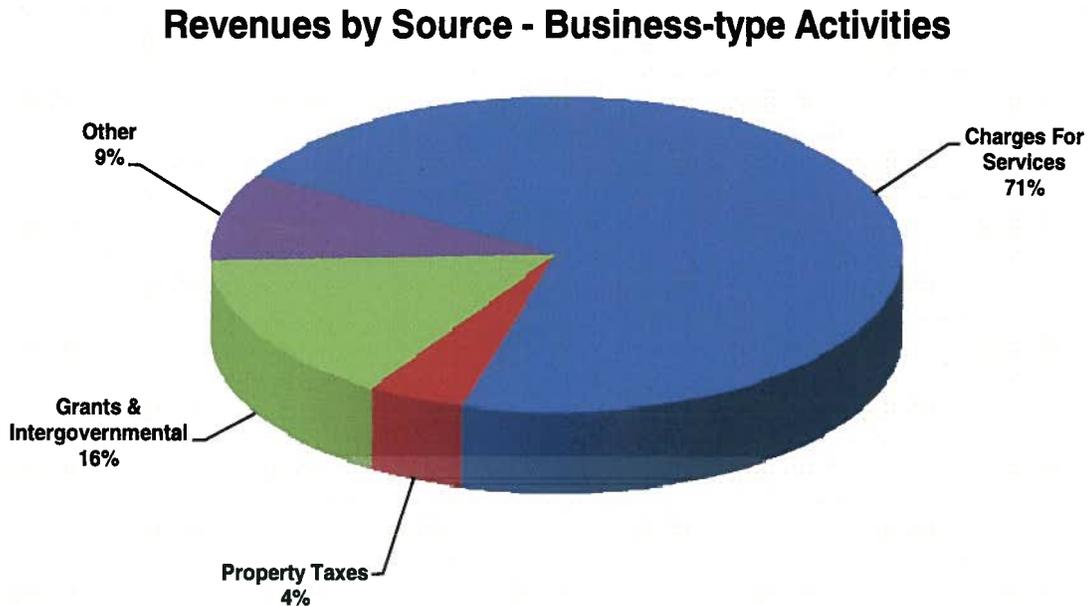
The St. James Parish Gas & Water Distribution System’s net assets increased \$1,709,021 in 2010, which is an increase from a balance of \$14,197,943 for 2009. The increase is attributable to the federal grant award from the U.S. Department of Homeland Security for the flood-proofing and elevation project on the Convent Water Treatment Plant.

The St. James Youth Center’s net assets decreased \$305,691 in 2010, as compared to a \$215,043 decrease in 2009. The major component of the decrease is a decrease in charges for services of \$383,222 due to the decrease in number of beds available and in capital assets of \$191,037 due to depreciation. The center’s operating revenues decreased by \$386,992 with a corresponding decrease in operating expenses of \$506,383. The Parish transferred \$467,000 to the Youth Center during 2010 to meet operating expenses. During 2010, the center housed an average of 33 residents per day, eleven less than last year.

The following graph is a comparison of program revenues and program expenses for the two business-type activities.



The following pie chart illustrates the composition of business-type activities revenue and its percentage in relation to total business-type revenues:



Financial Analysis of the Parish's Funds

As noted earlier, the Parish uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Parish's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The combined ending fund balance for all governmental funds at December 31, 2010, was \$41,078,072. Of this amount, \$37,649,001 was included in unreserved fund balance with the remainder of \$3,429,071 reserved for debt service. The combined ending fund balance at the end of the year increased \$2,956,129 from \$38,121,943 at the end of the prior year.

The General Fund is the chief operating fund of the Parish and is considered a major fund under criteria set forth by GASB Statement Number 34. At the end of the current fiscal year, the General Fund's unreserved fund balance was \$5,712,597. Compared with the unreserved fund balance of \$5,136,667 at the end of 2009, fund balance increased \$575,930 in 2010. The increase in fund balance was a result of increased revenues, especially sales taxes.

The Parish has three other governmental funds that are considered major funds. Those funds include the Road and Bridge Maintenance Fund, the Consolidated Capital Projects Fund, and the Parishwide Road Improvement Fund. A brief discussion of these funds follows:

Road and Bridge Maintenance Fund: This fund is used to account for the maintenance of existing roads and bridges in the Parish. The unreserved fund balance increased \$37,078 from \$3,221,317 at the end of 2009 to \$3,258,395. The major source of funding road projects is provided by property taxes, state revenue sharing, the State of Louisiana Parish Transportation Fund and the Parish Royalty Fund.

Consolidated Capital Projects Fund: This fund is used to account for major construction projects financed mainly by the sale of general obligation bonds. The unreserved fund balance was \$2,257,232 at the end of 2010. The fund balance will be used to construct a Court Administration Building to house the 23rd Judicial District's judges' and district attorney's offices and courtrooms. Construction was started at the end of 2009 and should be completed in July 2011.

Parishwide Road Improvement Fund: This fund is used to account for the parishwide road improvements which include the construction of new roads and bridges. This fund is supported by transfers from the Road and Bridge Maintenance Fund.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were \$111,868 (increase in revenues over expenditures) and can be briefly summarized as follows:

- ◆ Increase in budgeted revenues in the amount of \$637,500 was mainly due to the increase in sales tax revenue of \$502,100 and federal grants in the amount of \$116,000.
- ◆ Operating transfers out increased by \$516,632.

Capital Asset and Debt Administration

Capital assets. The Parish's investment in capital assets for its governmental and business-type activities as of December 31, 2010, amounts to \$58,022,407 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, roads, and drainage systems. The total increase in investment in capital assets for the current fiscal year was \$10,687,898, which includes a \$5,193,686 increase for governmental activities (13.9%) and a \$9,312 increase for business-type activities (0.1%). The major additions to the Parish's capital assets were the additions to the construction projects in 2010 – Court and Administration building (\$2,203,400), District V Recreation building (\$123,000), Vacherie Health Unit renovation (344,000), Convent Courthouse Re-roofing (\$273,100), purchase of land for the Wetlands Assimilation project (\$2,998,600), and the Convent water plant filters (\$549,000).

A summary of the Parish's capital assets (net of depreciation) follows:

St. James Parish
Capital Assets (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$ 8,930,292	\$ 1,829,767	\$ 50,000	\$ -	\$ 8,980,292	\$ 1,829,767
Buildings	7,239,271	6,618,871	3,821,633	4,010,341	11,060,904	10,629,212
System improvements	-	-	10,989,337	9,480,457	10,989,337	9,480,457
Improvements other than buildings	1,387,765	690,773	-	-	1,387,765	690,773
Machinery and equipment	3,521,898	2,996,907	103,496	166,507	3,625,394	3,163,414
Library collection	86,745	82,681	-	-	86,745	82,681
Infrastructure	17,095,118	18,564,861	-	-	17,095,118	18,564,861
Construction in progress	4,166,954	6,450,497	629,898	994,222	4,796,852	7,444,719
Total	\$42,428,043	\$37,234,357	\$15,594,364	\$14,651,527	\$58,022,407	\$51,885,884

Long-term debt

At the end of the current fiscal year, the Parish had total debt outstanding of \$11,553,454. Of this amount, \$7,090,000 is general obligation bonds secured by property taxes. The outstanding debt also includes \$2,779,000 of certificates of indebtedness secured by excess general revenue. A summary of the Parish's outstanding long-term obligations follows:

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
General obligation bonds	\$ 7,090,000	\$ 7,995,000	\$ -	\$ -	\$ 7,090,000	\$ 7,995,000
Public improvement bonds	-	-	-	-	-	-
Certificates of indebtedness	2,779,000	988,000	-	-	2,779,000	988,000
Notes	27,782	55,562	-	-	27,782	55,562
Net OPEB obligation	542,752	371,892	193,969	147,223	736,721	519,115
Compensated absences	638,309	572,849	281,642	264,600	919,951	837,449
Total	\$ 11,077,843	\$ 9,983,303	\$ 475,611	\$ 411,823	\$ 11,553,454	\$ 10,395,126

Additional information on the Parish's long-term debt can be found on pages 56 to 60 of the Notes to the Financial Statements.

Economic Factors and Next Year's Budget and Rates

The following factors were considered in preparing the Parish's budget for the 2011 fiscal year:

At the time of the presentation of the fiscal year 2011 budget, sales and use tax collections were projected to increase 9.8% over normal sales and use tax collections for 2010 which were up 10.4% from the previous year. Collections through April 2011 are 32.3% more than collections for the same period in 2010. Collections of sales and use taxes have increased 34.4%, while motor vehicle taxes have only increased 1.0%.

Return on investments for the coming year will continue to be lower as interest rates continue to decline. The Parish monitors interest rates to maximize its return on investments while securing the safety of its principal.

The Parish is heavily dependent upon taxes derived from the chemical industry. It is anticipated that property taxes will be at the same level as 2010 or a slight decrease.

St. James Parish's September 2010 unemployment rate was 12.4%, as compared to the state's rate of 7.8%. (Source: Louisiana Labor Market Information, October 2010.)

Requests for Information

This financial report is designed to provide a general overview of the finances of St. James Parish for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Department of Finance, P.O. Box 106, Convent, Louisiana, 70723.

St. James Parish
Convent, Louisiana
Statement of Net Assets
December 31, 2010

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 14,817,720	\$ 3,422,546	\$ 18,240,266
Investments	15,513,221	-	15,513,221
Receivables (net of allowance for uncollectibles)	16,303,648	1,863,159	18,166,807
Notes Receivable:			
Due within one year	155,000	-	155,000
Due in more than one year	496,000	-	496,000
Internal balances	61,540	(61,540)	-
Due from other governmental units	-	-	-
Inventories	38,435	246,251	284,686
Prepaid items	340,779	43,169	383,948
Accrued interest	-	-	-
Restricted assets			
Cash and cash equivalents	-	56,562	56,562
Investments	-	370,000	370,000
Held by trustee for debt service	-	-	-
Internally designated for capital acquisition	-	-	-
Capital assets (net of accumulated depreciation)	42,428,043	15,594,364	58,022,407
Other assets, net	-	245	245
Total assets	<u>90,154,386</u>	<u>21,534,756</u>	<u>111,689,142</u>
LIABILITIES			
Accounts payable and other current liabilities	3,158,156	408,260	3,566,416
Contractual settlements	-	-	-
Deferred revenue	179,092	49,223	228,315
Accrued expenses	430,474	159,910	590,384
Liabilities payable from restricted assets	-	403,642	403,642
Long-term liabilities:			
Due within one year	1,690,761	120,273	1,811,034
Due in more than one year	9,387,082	355,338	9,742,420
Total liabilities	<u>14,845,565</u>	<u>1,496,646</u>	<u>16,342,211</u>
NET ASSETS			
Invested in capital assets, net of related debt	38,618,759	15,594,364	52,175,785
Restricted for			
Debt service and capital improvements	7,465,447	-	7,465,447
Public safety	9,104,766	-	9,104,766
Highways and streets	4,736,132	-	4,736,132
Sanitation	2,344,475	-	2,344,475
Internally designated for:			
Capital acquisitions	-	-	-
Other purposes	16,207,480	-	16,207,480
Unrestricted	<u>(3,168,238)</u>	<u>4,443,746</u>	<u>3,312,846</u>
Total net assets	<u>\$ 75,308,821</u>	<u>\$ 20,038,110</u>	<u>\$ 95,346,931</u>

The notes to the financial statements are an integral part of this statement.

Statement A

Component Units	
St. James Parish Clerk of Court	St. James Parish Hospital
\$ 24,712	\$ 6,901,773
100,364	-
19,478	2,188,310
-	-
-	-
-	-
30,438	-
-	238,794
-	660,670
1,238	-
-	-
-	-
-	914,323
-	5,970,564
39,712	20,663,025
-	-
<u>215,942</u>	<u>37,537,459</u>
3,969	420,697
-	766,777
-	-
-	928,003
-	-
-	750,067
69,675	18,144,882
<u>73,644</u>	<u>21,010,426</u>
39,712	2,080,624
-	914,323
-	-
-	-
-	-
-	5,984,338
-	-
102,586	7,547,748
<u>\$ 142,298</u>	<u>\$ 16,527,033</u>

St. James Parish
Convent, Louisiana
Statement of Activities
For the Year Ended December 31, 2010

Functions:	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 6,937,264	\$ 479,407	\$ 723,186	\$ 136,702
Public safety	3,090,510	227,456	111,109	-
Highways and streets	4,704,271	-	1,092,145	-
Sanitation	2,224,353	854,147	50,728	3,116,854
Public housing	1,160	-	-	-
Public transportation	930,103	119,001	715,481	53,454
Health and welfare	3,498,199	-	1,735,369	-
Culture and recreation	2,389,225	35,777	169,794	-
Economic development and assistance	2,747,918	-	1,482,895	-
Interest on long-term debt	336,756	-	-	-
Total governmental activities	<u>26,859,759</u>	<u>1,715,788</u>	<u>6,080,707</u>	<u>3,307,010</u>
Business-type activities:				
Gas and water	4,482,305	4,704,167	75,783	1,128,949
Youth detention	2,563,471	1,299,535	106,660	-
Total business-type activities	<u>7,045,776</u>	<u>6,003,702</u>	<u>182,443</u>	<u>1,128,949</u>
Total primary government	<u>\$ 33,905,535</u>	<u>\$ 7,719,490</u>	<u>\$ 6,263,150</u>	<u>\$ 4,435,959</u>
Component Units:				
St. James Clerk of Court	\$ 882,861	\$ 748,543	\$ -	\$ -
St. James Parish Hospital	16,053,381	14,988,598	-	813,888
Total component units	<u>\$ 16,936,242</u>	<u>\$ 15,737,141</u>	<u>\$ -</u>	<u>\$ 813,888</u>

General Revenues	
Taxes	
Property taxes	
Voluntary payments in lieu of taxes	
Sales and use taxes	
Alcoholic beverages	
Franchise fees	
Other	
Fines and forfeits	
Unrestricted grants and contributions	
Interest on investments	
Other	
Gain on sale of fixed assets	
Transfers	
Total general revenues and transfers	
Change in net assets	
Net assets - beginning	
Net assets - ending	

The notes to the financial statements are an integral part of this statement.

Statement B

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities
\$ (5,597,969)	\$	\$ (5,597,969)		
(2,751,945)		(2,751,945)		
(3,612,126)		(3,612,126)		
1,797,376		1,797,376		
(1,160)		(1,160)		
(42,167)		(42,167)		
(1,762,830)		(1,762,830)		
(2,183,654)		(2,183,654)		
(1,265,023)		(1,265,023)		
(336,756)		(336,756)		
<u>(15,756,254)</u>		<u>(15,756,254)</u>		
-	1,426,594	1,426,594		
-	(1,157,276)	(1,157,276)		
-	269,318	269,318		
<u>(15,756,254)</u>	<u>269,318</u>	<u>(15,486,936)</u>		
			\$ (134,318)	\$ -
			-	(250,895)
			<u>(134,318)</u>	<u>(250,895)</u>
12,797,443	378,564	13,176,007	-	1,834,896
453,830	-	453,830	-	-
6,856,904	-	6,856,904	-	-
22,112	-	22,112	-	-
76,065	-	76,065	-	-
184,395	(90)	184,305	-	-
263,029	600	263,629	-	-
605,724	-	605,724	-	-
213,032	6,346	219,378	33,620	100,834
1,720,283	211,949	1,932,232	-	107,407
24,500	-	24,500	-	-
(519,742)	536,643	16,901	-	-
<u>22,697,575</u>	<u>1,134,012</u>	<u>23,831,587</u>	<u>33,620</u>	<u>2,043,137</u>
6,941,321	1,403,330	8,344,651	(100,698)	1,792,242
68,367,500	18,634,780	87,002,280	242,996	14,734,791
<u>\$ 75,308,821</u>	<u>\$ 20,038,110</u>	<u>\$ 95,346,931</u>	<u>\$ 142,298</u>	<u>\$ 16,527,033</u>

St. James Parish
Convent, Louisiana
Governmental Funds
Balance Sheet
December 31, 2010

	<u>General</u>	<u>Road & Bridge Maintenance</u>	<u>Consolidated Capital Projects</u>
Assets			
Cash and cash equivalents	\$ 1,932,669	\$ 331,942	\$ 160,702
Investments	130,449	1,287,554	2,599,011
Receivables (net of allowances for uncollectibles)	3,838,328	1,925,468	19,180
Due from other funds	264,733	357,211	-
Inventory	38,435	-	-
Total assets	<u>\$ 6,204,614</u>	<u>\$ 3,902,175</u>	<u>\$ 2,778,893</u>
Liabilities and fund balance			
Liabilities:			
Accounts payable	\$ 381,205	\$ 95,447	\$ 521,661
Payroll deductions and withholdings payable	110,812	33,532	-
Deferred revenues	-	-	-
Due to other funds	-	514,801	-
Total liabilities	<u>492,017</u>	<u>643,780</u>	<u>521,661</u>
Fund balance:			
Reserved for:			
Debt service	-	-	-
Unreserved, reported in:			
General fund	5,712,597	-	-
Special revenue funds	-	3,258,395	-
Capital project funds	-	-	2,257,232
Total fund balances	<u>5,712,597</u>	<u>3,258,395</u>	<u>2,257,232</u>
Total liabilities and fund balances	<u>\$ 6,204,614</u>	<u>\$ 3,902,175</u>	<u>\$ 2,778,893</u>

The notes to the financial statements are an integral part of this statement.

Statement C

<u>Parishwide Road Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>	<u>Component Unit St. James Parish Clerk of Court</u>
\$ 1,048	\$ 11,363,324	\$ 13,789,685	\$ 24,712
-	10,441,250	14,458,264	100,364
-	10,072,473	15,855,449	51,154
514,801	279,760	1,416,505	-
-	-	38,435	-
<u>\$ 515,849</u>	<u>\$ 32,156,807</u>	<u>\$ 45,558,338</u>	<u>\$ 176,230</u>
\$ 515,849	\$ 1,142,896	\$ 2,657,058	\$ 3,969
-	184,729	329,073	-
-	139,170	139,170	-
-	840,164	1,354,965	-
<u>515,849</u>	<u>2,306,959</u>	<u>4,480,266</u>	<u>3,969</u>
-	3,429,071	3,429,071	-
-	-	5,712,597	172,261
-	24,642,853	27,901,248	-
-	1,777,924	4,035,156	-
-	29,849,848	41,078,072	172,261
<u>\$ 515,849</u>	<u>\$ 32,156,807</u>	<u>\$ 45,558,338</u>	<u>\$ 176,230</u>

St. James Parish
 Convent, Louisiana
 Reconciliation of the Balance Sheet of
 Governmental Funds to the Statement of Net Assets
 December 31, 2010

	Governmental Funds	Component Unit St. James Parish Clerk of Court
Total fund balances per financial statements	\$ 41,078,072	\$ 172,261
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets are not reported in the fund financial statements because they are not current financial resources, but they are reported in the statement of net assets.	42,428,043	39,712
Certain long-term assets are not reported in the fund financial statements because they are not available to pay current-period expenditures, but they are reported as assets in the statement of net assets.	1,405,994	-
Long-term liabilities are not reported as fund liabilities because they are not due and payable in the current period, but they are presented as liabilities in the statement of net assets. Balances at December 31, 2010, are as follows:		
Accrued expenses	(430,474)	-
Loans payable	(27,782)	-
Bonds payable	(7,090,000)	-
Certificates of indebtedness	(2,779,000)	-
OPEB obligation	(542,752)	(44,678)
Compensated absences	(638,309)	(24,997)
Deferred gains and premiums on debt issuance	(39,922)	-
Assets and liabilities of the Internal Service Fund related to governmental programs are not reported in the governmental fund financial statements because they are presented on a different accounting basis, but they are presented as assets and liabilities in the statement of net assets.	1,944,951	-
Net assets of governmental activities	\$ 75,308,821	\$ 142,298

The notes to the financial statements are an integral part of this statement.

Statement D

St. James Parish
 Convent, Louisiana
 Governmental Funds
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 December 31, 2010

	<u>General</u>	<u>Road & Bridge Maintenance</u>	<u>Consolidated Capital Projects</u>
Revenues:			
Taxes:			
Property	\$ 2,690,839	\$ 1,884,329	\$ -
Voluntary payments in lieu of taxes	453,830	-	-
Sales and use	2,290,406	-	-
Alcoholic beverages (beer)	22,112	-	-
Licenses and permits	555,452	-	-
Intergovernmental:			
Federal	320,475	113,913	-
State	637,060	315,929	104,888
Local	368,996	3,539	-
Fines and forfeits	-	-	-
Charges for services	66	-	-
Interest	9,832	16,633	20,685
In-kind contributions	164,081	-	-
Other	239,465	36,406	-
Total revenues	<u>7,752,614</u>	<u>2,370,749</u>	<u>125,573</u>
Expenditures:			
Current:			
General government	4,251,630	-	14,460
Public safety	551,897	-	-
Highways and streets	-	1,475,482	-
Sanitation	-	-	-
Public housing	1,160	-	-
Public transportation	-	-	-
Health and welfare	256,190	-	-
Culture and recreation	-	-	-
Economic development and assistance	468,418	-	-
In-kind expenses	164,081	-	-
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Capital outlay	184,246	221,936	2,203,404
Total expenditures	<u>5,877,622</u>	<u>1,697,418</u>	<u>2,217,864</u>
Excess (deficiency) of revenues over (under) expenditures	1,874,992	673,331	(2,092,291)
Other financing sources (uses):			
Operating transfers in	-	-	-
Bond proceeds	-	-	-
Operating transfers out	(1,299,062)	(636,253)	(200,200)
Bond issuance costs	-	-	-
Total other financing sources (uses)	<u>(1,299,062)</u>	<u>(636,253)</u>	<u>(200,200)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	575,930	37,078	(2,292,491)
Fund balance, beginning of year	5,136,667	3,221,317	4,549,723
Fund balance, end of year	<u>\$ 5,712,597</u>	<u>\$ 3,258,395</u>	<u>\$ 2,257,232</u>

The notes to the financial statements are an integral part of this statement.

Statement E

<u>Parishwide Road Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>	<u>Component Unit St. James Parish Clerk of Court</u>
\$ -	\$ 8,291,047	\$ 12,866,215	\$ -
-	-	453,830	-
-	4,566,498	6,856,904	-
-	-	22,112	-
-	-	555,452	3,300
-	5,164,618	5,599,006	-
-	3,366,060	4,423,937	-
-	82,496	455,031	-
-	263,029	263,029	-
-	1,236,381	1,236,447	745,243
6	149,661	196,817	33,620
-	556,758	720,839	-
-	695,911	971,782	-
<u>6</u>	<u>24,372,459</u>	<u>34,621,401</u>	<u>782,163</u>
-	2,531,447	6,797,537	806,549
-	2,047,284	2,599,181	-
593,635	1,108,759	3,177,876	-
-	2,170,415	2,170,415	-
-	-	1,160	-
-	840,506	840,506	-
-	3,164,944	3,421,134	-
-	2,142,664	2,142,664	-
-	1,524,413	1,992,831	-
-	556,758	720,839	-
-	1,141,780	1,141,780	-
-	336,756	336,756	-
-	5,318,397	7,927,983	8,842
<u>593,635</u>	<u>22,884,123</u>	<u>33,270,662</u>	<u>815,391</u>
(593,629)	1,488,336	1,350,739	(33,228)
588,081	3,779,489	4,367,570	-
-	2,000,000	2,000,000	-
-	(2,602,797)	(4,738,312)	-
-	(23,868)	(23,868)	-
<u>588,081</u>	<u>3,152,824</u>	<u>1,605,390</u>	<u>-</u>
(5,548)	4,641,160	2,956,129	(33,228)
<u>5,548</u>	<u>25,208,688</u>	<u>38,121,943</u>	<u>205,489</u>
<u>\$ -</u>	<u>\$ 29,849,848</u>	<u>\$ 41,078,072</u>	<u>\$ 172,261</u>

St. James Parish
 Convent, Louisiana
 Reconciliation of the Statement of Revenues,
 Expenditures, and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 December 31, 2010

	<u>Governmental Funds</u>	<u>Component Unit St. James Parish Clerk of Court</u>
Amounts reported for governmental activities in the statement of activities (pages 18 & 19) are different because:		
Net change in total fund balances per fund financial statements (pages 23 & 24)	\$ 2,956,129	\$ (33,228)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported as expenditures in the fund financial statements because they use current financial resources, but they are presented as assets in the statement of net assets and depreciated over their estimated economic lives. This is the amount by which current capital outlays of \$7,927,983 (\$8,842 for the Clerk of Court) exceeded depreciation of \$2,684,128 (\$30,487 for the Clerk of Court).	5,243,855	(21,645)
Revenues that are not available to pay current obligations are not reported in the fund financial statements, but they are presented as revenues in the statement of activities.	(291,347)	-
The proceeds from the issuance of bonds provide current resources and are reported in the fund financial statements, but they are presented as liabilities in the statement of net assets. Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(1,994,557)	-
Repayment of principal on long-term debt consume resources of governmental funds but do not impact net assets.	1,141,780	-
Generally expenditures recognized in the fund financial statements are limited to only those that use current financial resources but expenses, including interest, compensated absences, and OPEB, are recognized in the statement of activities when they are incurred.	(283,569)	(45,825)
Gains and losses are not presented in the fund financial statements because they do not provide or use current financial resources, but they are presented in the statement of activities.	(49,130)	-
Activities of internal service fund is reported as net revenue (expense) in the governmental activities.	367,160	-
The net effect of various miscellaneous transactions involving capital assets and notes receivable (i.e., sales, trade-ins, transfers, and donations) is to increase net assets.	<u>(149,000)</u>	<u>-</u>
Change in net assets of governmental activities (pages 18 & 19)	<u>\$ 6,941,321</u>	<u>\$ (100,698)</u>

The notes to the financial statements are an integral part of this statement.

Statement F

St. James Parish
Convent, Louisiana
Proprietary Funds
Statement of Net Assets
December 31, 2010

	Enterprise Funds		
	St. James Parish Gas & Water Distribution System	St. James Youth Center	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 3,385,977	\$ 36,569	\$ 3,422,546
Investments	-	-	-
Receivables (net of allowances for uncollectibles)	1,095,596	767,563	1,863,159
Inventories	239,243	7,008	246,251
Prepaid insurance	33,648	9,521	43,169
Total current assets	<u>4,754,464</u>	<u>820,661</u>	<u>5,575,125</u>
Noncurrent assets:			
Restricted assets:			
Cash and cash equivalents	56,562	-	56,562
Certificates of deposit	370,000	-	370,000
Held by trustee for debt service	-	-	-
Internally designated for capital acquisition	-	-	-
Total restricted assets	<u>426,562</u>	<u>-</u>	<u>426,562</u>
Capital assets, net	11,768,944	3,825,420	15,594,364
Other assets, net	245	-	245
Total noncurrent assets	<u>12,195,751</u>	<u>3,825,420</u>	<u>16,021,171</u>
Total assets	<u>16,950,215</u>	<u>4,646,081</u>	<u>21,596,296</u>
Liabilities			
Current liabilities (payable from current assets):			
Accounts payable	296,595	111,665	408,260
Estimated third-party payor settlements	-	-	-
Liability for claims	-	-	-
Due to other funds	61,540	-	61,540
Deferred revenue	-	49,223	49,223
Current maturities of long-term debt	-	-	-
Compensated absences	55,508	64,765	120,273
Accrued expenses	98,198	61,712	159,910
Total current liabilities (payable from current assets)	<u>511,841</u>	<u>287,365</u>	<u>799,206</u>
Current liabilities (payable from restricted assets)	<u>403,642</u>	<u>-</u>	<u>403,642</u>
Noncurrent liabilities:			
Bonds payable	-	-	-
Capital leases payable	-	-	-
Tax certificates payable	-	-	-
Compensated absences	83,815	77,554	161,369
Other post-employment benefits	43,953	150,016	193,969
Total noncurrent liabilities	<u>127,768</u>	<u>227,570</u>	<u>355,338</u>
Total liabilities	<u>1,043,251</u>	<u>514,935</u>	<u>1,558,186</u>
Net assets			
Invested in capital assets, net of related debt	11,768,944	3,825,420	15,594,364
Restricted for debt service	-	-	-
Restricted for group health insurance claims	-	-	-
Internally designated for:			
Capital acquisitions	-	-	-
Unrestricted	4,138,020	305,726	4,443,746
Total net assets	<u>\$ 15,906,964</u>	<u>\$ 4,131,146</u>	<u>\$ 20,038,110</u>

The notes to the financial statements are an integral part of this statement.

Internal Service Fund	Component Unit
	St. James Parish Hospital
\$ 1,028,035	\$ 6,901,773
1,054,957	-
33,984	2,188,310
-	238,794
-	660,670
<u>2,116,976</u>	<u>9,989,547</u>
-	-
-	914,323
-	<u>5,970,564</u>
-	6,884,887
-	20,663,025
-	-
-	<u>27,547,912</u>
<u>2,116,976</u>	<u>37,537,459</u>
2,025	420,697
-	766,777
170,000	-
-	-
-	-
-	437,519
-	312,548
-	928,003
<u>172,025</u>	<u>2,865,544</u>
-	-
-	17,517,307
-	134,824
-	492,751
-	-
-	-
-	<u>18,144,882</u>
<u>172,025</u>	<u>21,010,426</u>
-	2,080,624
-	914,323
1,944,951	-
-	5,984,338
-	7,547,748
<u>\$ 1,944,951</u>	<u>\$ 16,527,033</u>

St. James Parish
Convent, Louisiana
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the year ended December 31, 2010

	Enterprise Funds		
	St. James Parish		
	Gas & Water Distribution System	St. James Youth Center	Total
Operating revenues:			
Charges for sales and services	\$ 4,704,167	\$ 1,299,535	\$ 6,003,702
Other	206,636	5,313	211,949
Total operating revenues	<u>4,910,803</u>	<u>1,304,848</u>	<u>6,215,651</u>
Operating expenses:			
Cost of sales and services	1,845,072	643,899	2,488,971
Payrolls	961,521	1,232,050	2,193,571
General and administrative	1,102,447	496,485	1,598,932
Depreciation and amortization	573,265	191,037	764,302
Total operating expenses	<u>4,482,305</u>	<u>2,563,471</u>	<u>7,045,776</u>
Operating income (loss)	428,498	(1,258,623)	(830,125)
Nonoperating revenues (expenses):			
Property taxes	-	378,564	378,564
Interest income	6,238	108	6,346
Intergovernmental	1,204,732	55,802	1,260,534
Interest expense	-	-	-
Grants	-	50,858	50,858
Court fines	-	600	600
Other	(90)	-	(90)
Total nonoperating revenues (expenses)	<u>1,210,880</u>	<u>485,932</u>	<u>1,696,812</u>
Income (loss) before contributions and transfers	1,639,378	(772,691)	866,687
Operating transfers in	69,643	467,000	536,643
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	1,709,021	(305,691)	1,403,330
Net assets, beginning	<u>14,197,943</u>	<u>4,436,837</u>	<u>18,634,780</u>
Net assets, ending	<u>\$ 15,906,964</u>	<u>\$ 4,131,146</u>	<u>\$ 20,038,110</u>

The notes to the financial statements are an integral part of this statement.

Statement H

Internal Service Fund	Component Unit	
	St. James Parish Hospital	
\$ 2,942,419	\$ 14,988,598	
1	107,407	
<u>2,942,420</u>	<u>15,096,005</u>	
1,990,896	4,326,826	
47,359	7,204,884	
553,220	1,811,624	
-	1,701,270	
<u>2,591,475</u>	<u>15,044,604</u>	
350,945	51,401	
-	1,834,896	
16,215	100,834	
-	-	
-	(1,008,777)	
-	813,888	
-	-	
-	-	
<u>16,215</u>	<u>1,740,841</u>	
367,160	1,792,242	
-	-	
-	-	
<u>367,160</u>	<u>1,792,242</u>	
1,577,791	14,734,791	
<u>\$ 1,944,951</u>	<u>\$ 16,527,033</u>	

St. James Parish
 Convent, Louisiana
 Proprietary Funds
 Statement of Cash Flows
 For the year ended December 31, 2010

	Enterprise Funds		
	St. James Parish Gas & Water Distribution System	St. James Youth Center	Total
Cash flows from operating activities:			
Receipts from customers and users	\$ 4,919,645	\$ 1,466,530	\$ 6,386,175
Receipts from interfund services provided	368,522	-	368,522
Payments to suppliers	(2,607,548)	(1,198,688)	(3,806,236)
Payments to employees	(912,433)	(1,241,900)	(2,154,333)
Payments for interfund services used	(429,843)	-	(429,843)
Net cash provided by (used in) operating activities	<u>1,338,343</u>	<u>(974,058)</u>	<u>364,285</u>
Cash flows from noncapital financing activities:			
Miscellaneous receipts	-	600	600
Subsidy from grants	-	155,883	155,883
Property taxes	-	382,873	382,873
Payments on advances from other funds	(31,977)	-	(31,977)
Transfers to St. James Parish	-	-	-
Transfers from St. James Parish	-	467,000	467,000
Net cash provided by (used in) noncapital financing activities	<u>(31,977)</u>	<u>1,006,356</u>	<u>974,379</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(773,614)	-	(773,614)
Miscellaneous payments	(90)	-	(90)
Principal paid on long-term debt	-	-	-
Interest paid on long-term debt	-	-	-
Long-term borrowings	-	-	-
Capital contributions	994,642	-	994,642
Net cash provided by (used for) capital and related financing activities	<u>220,938</u>	<u>-</u>	<u>220,938</u>
Cash flows from investing activities:			
Maturation of investments	370,000	-	370,000
Purchase of investments	(370,000)	-	(370,000)
Interest received	6,238	108	6,346
Net cash provided by (used in) investing activities	<u>6,238</u>	<u>108</u>	<u>6,346</u>
Net increase in cash and cash equivalents	1,533,542	32,406	1,565,948
Cash and cash equivalents, beginning of year	1,908,997	4,163	1,913,160
Cash and cash equivalents, end of year	<u>\$ 3,442,539</u>	<u>\$ 36,569</u>	<u>\$ 3,479,108</u>

The notes to the financial statements are an integral part of this statement.

Statement I (continued)

Internal Service Fund	Component Unit	
	St. James Parish Hospital	
\$ 2,963,549	\$ 12,192,872	
-	-	
(2,602,091)	(4,234,325)	
(47,359)	(5,829,702)	
-	-	
<u>314,099</u>	<u>2,128,845</u>	
-	-	
-	813,888	
-	1,773,019	
-	-	
-	-	
-	-	
-	<u>2,586,907</u>	
-	(585,005)	
-	-	
-	(419,341)	
-	(1,010,026)	
-	800,000	
-	-	
-	<u>(1,214,372)</u>	
635,759	1,446,771	
-	(2,301,735)	
16,215	114,200	
<u>651,974</u>	<u>(740,764)</u>	
966,073	2,760,616	
61,962	5,055,480	
<u>\$ 1,028,035</u>	<u>\$ 7,816,096</u>	

St. James Parish
 Convent, Louisiana
 Proprietary Funds
 Statement of Cash Flows
 For the year ended December 31, 2010

	Enterprise Funds		
	St. James Parish Gas & Water Distribution System	St. James Youth Center	Total
Reconciliation of operating income to net cash provided by operating activities			
Operating income (loss)	\$ 428,498	\$ (1,258,623)	\$ (830,125)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	573,265	191,037	764,302
Provision for uncollectible accounts	18,345	-	18,345
Changes in assets and liabilities:			
Accounts receivable	(8,935)	144,434	135,499
Contractual settlements	-	-	-
Inventory	(4,930)	842	(4,088)
Prepaid expenses	(2,188)	(193)	(2,381)
Accounts payable	281,985	(60,518)	221,467
Liability for claims	-	-	-
Due to St. James Parish	(61,319)	-	(61,319)
Compensated absences	27,423	(10,381)	17,042
Accrued expenses	52,002	(9,850)	42,152
Other post-employment benefits	17,552	29,194	46,746
Customers' deposits	16,645	-	16,645
Net cash provided by (used in) operating activities	<u>\$ 1,338,343</u>	<u>\$ (974,058)</u>	<u>\$ 364,285</u>
Cash and cash equivalents for cash flow statement include:			
Cash and cash equivalents	\$ 3,385,977	\$ 36,569	\$ 3,422,546
Restricted assets:			
Cash and cash equivalents	56,562	-	56,562
Total cash and cash equivalents	<u>\$ 3,442,539</u>	<u>\$ 36,569</u>	<u>\$ 3,479,108</u>
Noncash investing, capital, and financing activities:			
Decrease in fair value of investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

Statement I (concluded)

Internal Service Fund	Component Unit	
	St. James Parish Hospital	
\$ 350,945	\$ 51,401	
-	1,701,270	
-	3,202,530	
21,129	(2,903,133)	
-	853,178	
-	4,387	
-	69,483	
2,025	(919,211)	
(60,000)	-	
-	-	
-	24,026	
-	44,914	
-	-	
-	-	
<u>\$ 314,099</u>	<u>\$ 2,128,845</u>	
\$ 1,028,035	\$ 6,901,773	
-	914,323	
<u>\$ 1,028,035</u>	<u>\$ 7,816,096</u>	
<u>\$ -</u>	<u>\$ (13,774)</u>	

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements

INTRODUCTION

St. James Parish (the Parish) is a political subdivision of the State of Louisiana. The Parish is governed by seven councilmen (the Parish Council) representing the various districts within the Parish. The Parish President, elected by the voters of the Parish, is the chief executive officer of the Parish and is responsible for carrying out the policies adopted by the Parish Council and for administration of all Parish departments, offices, and agencies. The current Parish President and seven councilmen serve four-year terms, which expire on January 9, 2012.

Louisiana Revised Statute 33:1236 gives the Parish various powers in regulating and directing the affairs of the Parish and its inhabitants. The more notable of these are the power to make regulations for their own government, to regulate the construction and maintenance of roads, bridges, and drainage systems, to regulate the sale of alcoholic beverages, and to provide for the health and welfare of the poor, disadvantaged, and unemployed in the Parish. Funding to accomplish these tasks is provided by property taxes, sales taxes, service charges, beer and alcoholic beverage permits, state revenue sharing, and various other state and federal grants.

To fulfill its responsibilities to the poor, disadvantaged, and unemployed in the Parish, the Parish may provide for specialized health service programs, emergency food and medical assistance, family planning assistance, recreation and service centers for the elderly, consumer education, agricultural assistance, and economic development activities. To provide funding for these activities, the Parish, in addition to local funding sources, performs the functions of a community action agency under the terms and provisions of the United States Economic Opportunity Act of 1964.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

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

B. REPORTING ENTITY

The financial reporting entity consists of (a) the primary government (the Parish), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Parish for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. The criteria include:

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. REPORTING ENTITY (Continued)

1. Appointing a voting majority of an organization's governing body and,
 - a. The ability of the Parish to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the Parish.
2. Organizations for which the Parish does not appoint a voting majority but which are fiscally dependent on the Parish.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the previous criteria, the Parish has determined that the following component units are part of the reporting entity:

Component Unit	Fiscal Year End	Criteria Used	Type of Presentation
St. James Parish Gas & Water Distribution System	December 31	1,3	Blended
St. James Youth Center	December 31	1,3	Blended
St. James Parish Clerk of Court	June 30	2,3	Discrete
St. James Parish Hospital	March 31	1,3	Discrete

Complete financial statements for each of the individual component units may be obtained at the component unit's administrative offices, except for the St. James Parish Gas & Water Distribution System and the St. James Youth Center, which do not issue separate financial statements. Effective January 1, 2010, St. James Parish Gas & Water Distribution System's year end changed from June 30 to December 31.

The Parish's financial statements do not include the component units that are multi-parish component units. The multi-parish component units include:

Multi-Parish Component Unit	Fiscal Year End	Component Unit of
Ascension-St. James Airport & Transportation Authority	June 30	Ascension Parish
District Attorney of the Twenty-third Judicial District	December 31	Ascension Parish
Twenty-third Judicial District Indigent Defender Board	December 31	Ascension Parish

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. REPORTING ENTITY (Continued)

Considered in the determinations of component units of the reporting entity were the St. James Parish School Board, St. James Parish Assessor, St. James Parish Sheriff, and the various municipalities in the Parish. It was determined that these governmental entities are not component units of the St. James Parish reporting entity. All are governed by independently elected officials. The Parish oversight unit neither appoints governing Boards nor designates management. Furthermore, the Parish has no ability to significantly influence operations, nor does it have any accountability for fiscal matters of the entities. They are considered by the Parish to be separate autonomous governments and issue financial statements separate from those of the St. James Parish reporting entity.

The Parish is responsible for appointing the members of the board of the St. James Housing Authority. The Parish's accountability for the Housing Authority does not extend beyond making the appointments. It was determined that the St. James Housing Authority is a related organization to the Parish.

C. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of St. James Parish and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, St. James Parish is reported separately from certain legally separate *component units* for which St. James Parish is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses net of uncollectible amounts are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when a payment is due.

Franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes that are measurable and available (receivable within the current period and collected within the current period or within 60 days thereafter) are recognized in the year of levy. Sales and use tax revenues are considered measurable when the underlying transaction occurs and are recognized as revenue if collected soon enough to meet the availability criteria. Revenue from grants is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources can be used. All other revenue items are considered to be measurable and available only when cash is received by the government.

The Parish reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Road & Bridge Maintenance Fund* accounts for the maintenance of existing road and bridges. The major means of financing is provided by property taxes, state revenue sharing, the State of Louisiana Parish Transportation Fund, and the parish Royalty Fund. Use of the funds is restricted by Louisiana Revised Statute 43:753.

The *Consolidated Capital Projects Fund* accounts for major construction projects mainly funded through the sales of general obligation bonds. At present the Parish has one major construction project, the Court Administrative Building.

The *Parishwide Road Improvement Fund* accounts for parishwide road improvement which include the construction of new road and bridges. This fund is supported by transfers from the Road & Bridge Maintenance Fund.

The Parish reports the following major proprietary funds:

The *St. James Parish Gas & Water Distribution System Fund* accounts for the sale and distribution of gas and water to the residents of St. James Parish.

The *St. James Youth Center Fund* accounts for the maintenance, operations, and management of a juvenile center for children who enter the juvenile justice system.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)

Additionally, the Parish reports the following governmental fund types:

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt service funds account for the accumulation of resources for the payment of principal and interest on long-term obligation debt of governmental funds.

Internal service fund accounts for the provision of group health and life insurance provided to the Parish's employees.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Parish has elected not to follow subsequent private-sector guidance for the primary government; however, the St. James Parish Hospital has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board, including those issued after November 30, 1989, that do not conflict nor contradict GASB pronouncements.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the Parish's water and gas function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Parish's enterprise funds and the Parish's internal service fund are charges to customers for sales and services. The St. James Parish Gas & Water Distribution System fund also recognizes as operating revenue the portion of tapping fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and the internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

1. Cash and Cash Equivalents

For reporting purposes, cash and cash equivalents include interest-bearing demand deposits and short-term investments, including investments in the Louisiana Asset Management Pool, as described below, with a maturity of three months or less from the date of acquisition. Under state law, the Parish may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc.(LAMP), a nonprofit organization formed by an initiative of the State Treasury and organized under the laws of the State of Louisiana, which operates a local government investment pool. Further, the Parish may invest in time deposits or certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

2. Investments

State statutes authorize the Parish to invest in collateralized certificates of deposits, government-backed securities, commercial paper, and mutual funds consisting solely of government-backed securities. Investments are stated at fair value. Fair value was determined using quoted market prices.

3. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities and any balances not eliminated due to timing differences are reported in the government-wide financial statements as "internal balances".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable, available financial resources.

All trade and property tax receivables are shown net of allowance for uncollectibles.

Property taxes and the related state revenue sharing (which is based on population and homesteads in the Parish) are recorded in the year assessed. Property taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year.

4. Inventory and Prepaid Items

Inventory in the General Fund consists of expendable supplies held for consumption. The inventory is valued at cost (first-in, first-out method), and the cost is recorded as an expenditure at the time individual inventory items are requisitioned by the different departments.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (Continued)

4. Inventory and Prepaid Items (Continued)

Inventories in the St. James Parish Gas & Water Distribution System are stated at the lower of cost (weighted moving average) or market. Gas purchased in the system's lines and the water produced by the system is expensed when purchased or purified.

Inventories of the St. James Youth Center consist of clothing and food supplies, which are stated at the lower of cost (first-in, first-out method) or market and are recorded as expenses when consumed.

Inventories of the St. James Parish Hospital are stated at the lower of cost or market using an average cost method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and proprietary fund financial statements.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Parish as assets with an initial, individual cost of more than \$5,000 (equipment), \$25,000 (land or land improvements), \$50,000 (buildings) or \$250,000 (infrastructure), and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in 2010.

Property, plant, and equipment of the governmental funds, as well as the St. James Youth Center, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40 – 60
Building improvements	7 – 20
Infrastructure	25 – 40
Heavy equipment	10 – 20
Vehicles	5 – 8
Furniture/office equipment	5
Computer equipment	5

The St. James Parish Gas & Water Distribution System's plant, property, and equipment are stated at cost and are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Utility plant, distribution system and components	5 – 50
Transportation equipment	5 – 8
Office furniture, fixtures and equipment	3 – 15

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (Continued)

5. Capital Assets (Continued)

The St. James Parish Clerk of Court's capital assets, which include property, plant and equipment, are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Clerk of Court maintains a threshold level of \$500 or more for capitalizing capital assets. Depreciation is provided using the straight-line method over the estimated useful lives:

	<u>Years</u>
Office furniture, fixtures, and equipment	5 – 10

The St. James Parish Hospital's property, plant and equipment are recorded at cost. Depreciation is computed using the straight-line method at rates over the following estimated useful lives:

	<u>Years</u>
Office furniture, fixtures, and equipment	3 – 20
Buildings and improvements	10 – 40

6. Compensated Absences

Parish employees earn from 12 to 18 days of both annual and sick leave each year, depending upon length of service. Sick leave may be accumulated without limitation; however, annual leave may not be carried forward from one year to the next unless approved by the Parish President. Upon retirement, unused accumulated sick leave from 15 to 60 days depending on length of service is paid to the employee at the employee's current rate of pay. Any unused annual leave is paid to the employee upon retirement or termination.

The cost of leave privileges is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example as a result of employee resignations and retirements.

The St. James Parish Clerk of Court's employees earn vacation and sick leave each year as follows:

Vacation

- Employees with 1-12 years earn 9 days per year.
- Employees with 13-22 years earn 13 days per year.
- Employees with more than 22 years earn 17 days per year.

Sick leave

- Employees with 1-3 years earn 9 days per year.
- Employees with 3-10 years earn 13 days per year.
- Employees with more than 10 years earn 17 days per year.

Vacation and sick leave are accrued annually for the current year only. Unused leave at the end of each calendar year will be forfeited.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (Continued)

6. Compensated Absences (Continued)

St. James Parish Hospital's employees earn paid time off and extended illness bank at varying rates depending on years of service. Employees may accumulate paid time off, and be paid if they leave before they exhaust this accumulation. Employees may accumulate extended illness but are not paid for accumulated extended illness.

7. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Fund Equity

Reserves of Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Net Assets

In the government-wide financial statements net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt proceeds used for the acquisition, construction, or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use by external parties such as creditors, grantors, laws or regulations of other governments. When both restricted and unrestricted resources are available for use, it is the Parish's policy to use restricted resources first, and then unrestricted resources, as they are needed.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (Continued)

8. Fund Equity (Continued)

Net Assets (Continued)

The Parish issued general obligation debt to finance the construction of the youth detention center facility. The debt (\$2,037,338 as of December 31, 2010) is being repaid by St. James Parish's general fund instead of the St. James Youth Center (enterprise fund). On the Statement of Net Assets, the governmental activities report the debt, and the business-type activities report the capital asset. The debt is not considered "capital related" debt for net assets relating to governmental activities. However, for the total primary government the debt is considered to be related to capital assets. Consequently, total primary government unrestricted net assets and net assets invested in capital assets, net of related debt, are not the same as the combining of the net asset components of the governmental activities and the business-type activities of the primary government.

<u>Net Assets</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Reconciling Debt</u>	<u>Total</u>
Investment in capital assets, net of related debt	\$ 38,618,759	\$15,594,364	\$(2,037,338)	\$52,175,785
Unrestricted	\$ (3,168,238)	\$ 4,443,746	\$ 2,037,338	\$ 3,312,846

9. Sales and Use Tax

On April 4, 1981, the voters of St. James Parish approved a one percent sales and use tax, which is collected by the St. James Parish School Board, and then remitted to the Parish. The proceeds of the tax, after paying reasonable and necessary costs and expenses of collecting and administering the tax, are dedicated as follows:

1. One-fourth is to provide care and assistance to the elderly of the Parish and provide health services to Parish residents, including the acquisition, operation, and maintenance of necessary vehicles;
2. One-fourth is to provide solid waste management and disposal including the acquisition of land, plants, buildings, machinery, and necessary equipment;
3. One-fourth is to pay the cost of providing recreational facilities, including the acquisition of land, buildings, machinery, and equipment; and
4. One-fourth is to pay the general operation and maintenance costs of the Parish, to acquire capital improvements for the Parish, and to service bonds from time to time for the purpose of making capital improvements for the purposes listed above.

10. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

The proposed budget for the year ended December 31, 2010, was completed and made available for public inspection at the Parish Council Office on November 4, 2009. A public hearing was held on December 2, 2009, for suggestions and comments from taxpayers. The proposed budget was formally adopted by the Parish on December 2, 2009. The 2010 budget, which included proposed expenditures and the means of financing them for the general, special revenue, debt service and capital projects funds, was published in the official journal twenty-one (21) days prior to the public hearing.

All appropriations lapse at year-end, and any encumbrances outstanding at year-end are included in the next year's budget with funds appropriated in that year to finance them. The budget is prepared on a modified accrual basis. Formal budgetary accounts are integrated into the accounting system during the year as a management control device.

The Parish exercises budgetary control at the functional level. Within functions, the Director of Finance has the authority to make amendments as necessary. When actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, a budget amendment to reflect such changes is adopted by the Parish in an open meeting. Budget amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments.

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended December 31, 2010, expenditures exceeded appropriations in the following individual funds:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Special Revenue Funds:			
St. James Parish Transit System	\$ 1,070,000	\$ 1,171,323	\$ 101,323
Strategic Prevention Framework	199,400	244,683	45,283
Energy Assistance	<u>316,100</u>	<u>338,707</u>	<u>22,607</u>
Total Special Revenue Funds	<u>\$ 1,585,500</u>	<u>\$ 1,754,713</u>	<u>\$ 169,213</u>

In the future, the individual fund budgets will be amended whenever actual expenditures plus projected expenditures for the remainder of the year exceed budgeted amounts.

C. DEFICIT FUND EQUITY

The following funds had a deficit fund balance as of December 31, 2010:

<u>Fund</u>	<u>Fund Deficit 12/31/2010</u>
Hazard Mitigation Grant Program	\$ (30,012)
LCDBG Road Improvement	<u>(34,203)</u>
	<u>\$ (64,215)</u>

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. DEFICIT FUND EQUITY (Continued)

Hazard Mitigation Grant Program plans to receive funding from the U.S. Department of Homeland Security to cover the expenditures for the drainage projects of the Parish. The LCDBG Road Improvement fund plans to transfer funds in 2010 from the Road & Bridge fund to cover the expenditures.

D. LEVIED TAXES

The following is a summary of levied property taxes for the year 2010:

	<u>Millage Rate</u>
Parishwide taxes:	
General Fund	3.21
Library	3.00
Department of Human Resources	3.89
Courthouse Jail and Public Buildings Maintenance	4.97
Road and Bridge Maintenance	4.97
Parishwide Drainage	2.98
Public Safety	3.94
Enhanced 911 System Maintenance	1.25
Consolidated General Obligation Bonds	3.05
St. James Youth Center	1.00
Special district taxes:	
Consolidated Road Lighting District #3A	1.00
Gramercy Recreation District	4.61
Fire Protection District #2	0.74
Recreation District V	1.10
District V Recreation	1.00
Discrete component unit:	
St. James Parish Hospital	4.75

The following are the principal taxpayers of the Parish:

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2010 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Motiva Enterprises, LLC	Oil Refinery	\$ 91,848,057	21.94%
Mosaic Fertilizer, LLC	Chemical Manufacturer	30,751,718	7.34%
Americas Styrenics, LLC	Chemical Manufacturer	18,360,707	4.39%
Valero Marketing & Supply	Oil Refinery	14,537,363	3.47%
Noranda Alumina, LLC	Chemical Manufacturer	12,006,848	2.87%
Occidental Chemical Corporation	Chemical Manufacturer	10,840,976	2.59%
Plains Marketing, L.P.	Oil Refinery	10,757,618	2.57%
Imperial Savannah, L.P.	Sugar Refinery	10,674,337	2.55%
Entergy Louisiana, Inc.	Electric Utility	10,291,300	2.46%
Zen-Noh Grain Corporation	Grain Elevator	<u>9,994,622</u>	<u>2.39%</u>
Total		<u>\$ 220,063,546</u>	<u>52.57%</u>

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

Deposits

At December 31, 2010, the Parish has deposits and certificates of deposit (book balances) as follows:

	<u>Primary Government</u>	<u>St. James Parish Hospital</u>	<u>St. James Parish Clerk of Court</u>
Cash	\$ 4,791,536	\$6,901,773	\$ 164,618
Louisiana Asset Management Pool	13,448,730	-	100,364
Restricted Assets			
Cash	56,562	-	-
Certificates of deposit greater than 90 days	370,000	-	-
Certificates of deposit greater than 90 days	-	-	1,143,266
	<u>\$ 18,666,828</u>	<u>\$6,901,773</u>	<u>\$1,408,248</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At December 31, 2010, the primary government has \$7,195,568 in deposits (collected bank balances). Custodial credit risk is the risk that in the event of a bank failure, the Parish's deposits may not be returned to it. The primary government's deposits are secured from credit risk by \$500,000 of federal deposit insurance and \$6,695,568 of pledged securities held by the custodial bank in the name of the fiscal agent bank.

State statutes authorize the Parish to invest in direct obligations of the United States Treasury, United States government agency obligations, money market mutual funds organized as Massachusetts Business Trusts with investment holdings limited to U.S. Treasury or agency securities, and LAMP, a local government investment pool.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33:2955.

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

- Credit risk: LAMP is rated AAAm by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The Parish's investment is with the pool, not the securities that make up the pool; therefore, no public disclosure is required.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

A. DEPOSITS AND INVESTMENTS (Continued)

Deposits (Continued)

- Concentration of credit risk: Pooled investments are excluded from the five percent disclosure requirements.
- Interest rate risk: 2a7-like investment pools are excluded from the disclosure requirement, per paragraph 15 of the GASB 40 statements.
- Foreign currency risk: Not applicable to 2a7-like pools.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pools is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

Discretely Presented Component Unit – St. James Parish Hospital

State law requires collateralization of all deposits with federal depository insurance and other acceptable collateral in specific amounts. The Hospital's deposit policy for custodial credit risk requires compliance with the provisions of state law or be insured or collateralized by U.S. Government securities held by the pledging financial institutions trust department in the name of the Hospital.

Custodial credit risk is the risk that in the event of a bank failure, the Hospital's deposits may not be returned to it. The Hospital does not have a deposit policy for custodial credit risk at March 31, 2010. None of the Hospital's bank balances were exposed to custodial credit risk.

Discretely Presented Component Unit – St. James Clerk of Court

Under state law, the Clerk of Court may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Clerk of Court may also invest in United States bonds, treasury notes, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2010, the Clerk of Court has cash and interest-bearing deposits (book balances) totaling \$1,307,884 as follows:

	<u>Governmental Activities</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Demand deposits	\$ 24,712	\$139,906	\$ 164,618
Louisiana Asset Management Pool	100,364	-	100,364
Time and money-market deposits	-	<u>1,143,266</u>	<u>1,143,266</u>
Total	<u>\$ 125,076</u>	<u>\$1,283,172</u>	<u>\$1,408,248</u>

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

A. DEPOSITS AND INVESTMENTS (Continued)

Discretely Presented Component Unit – St. James Clerk of Court (Continued)

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Clerk of Court's deposits may not be recovered or will not be able to recover collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the Clerk of Court or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2010 are secured as follows:

Bank Balances	<u>\$1,459,207</u>
Federal insurance	\$ 560,800
Pledged securities	<u>898,407</u>
Total federal insurance and pledged securities	<u>\$ 1,459,207</u>

Investments

The Parish's investment balance at December 31, 2010, consisted of the following:

<u>Security</u>	<u>Standard & Poors Rating</u>	<u>Percentage of Total Portfolio</u>	<u>Fair Market Value</u>	<u>Months to Maturity</u>				
				<u>0 – 6</u>	<u>7 – 12</u>	<u>13 – 24</u>	<u>25 – 36</u>	<u>37 – 60</u>
Federated U.S. Treasury Money Market Fund	AAAm	4%	\$ 623,351	\$ 623,351	\$ -	\$ -	\$ -	\$ -
U.S. Treasury Bill	AAAm	-	-	-	-	-	-	-
U.S. Chartered Agencies:								
Federal National Mortgage Association	Aaa	11%	1,753,375	169,640	251,684	1,195,382	86,172	50,497
Federal Home Loan Mortgage Corporation	Aaa	25%	3,875,544	2,426,769	-	602,603	592,905	253,267
Federal Home Loan Bank	Aaa	46%	7,104,379	2,074,477	3,443,194	1,136,756	244,178	205,774
Federal Farm Credit Bank	Aaa	14%	<u>2,156,572</u>	<u>1,018,830</u>	<u>-</u>	<u>311,933</u>	<u>600,688</u>	<u>225,121</u>
		<u>\$ 100%</u>	<u>\$ 15,513,221</u>	<u>\$ 6,313,067</u>	<u>\$ 3,694,878</u>	<u>\$ 3,246,674</u>	<u>\$ 1,523,943</u>	<u>\$ 734,659</u>
Percentage of Portfolio Value			<u>100%</u>	<u>40%</u>	<u>24%</u>	<u>21%</u>	<u>10%</u>	<u>5%</u>

In addition to the above investments, the St. James Gas & Water Distribution System had a certificate of deposit at a local bank in the amount of \$370,000 maturing on May 4, 2011. This amount is included in restricted investments on the Statement of Net Assets.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

A. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The Parish's investment policy requires all securities to be investment grade obligations but does not address specific credit quality ratings. The Parish does not limit the amount that may be invested in securities of any one issuer. Applicable state statutes do not address credit quality ratings, concentration of credit risk by issuer or investment maturity limitations.

Discretely Presented Component Unit – St. James Parish Hospital

The Hospital's investments generally are reported at fair value. At March 31, 2010 the Hospital had the following investments and maturities, all of which were held in the Hospital's name by a custodial bank that is an agent of the Hospital:

March 31, 2010 <u>Investment</u> <u>Type</u>	<u>Carrying</u> <u>Amount</u>	<u>Investments Maturities (in Years)</u>			
		<u>Less than 1</u>	<u>1 – 5</u>	<u>6 – 10</u>	<u>More than</u> <u>10</u>
U.S. Agencies	\$ 1,873,473	\$ -	\$ 1,017,030	\$657,543	\$198,900
Certificate of Deposits	4,097,091	4,097,091	-	-	-

Interest Rate Risk – The Hospital's investment policy does not limit investment the maturities as a means of managing its exposure to fair value losses arising from changing interest rates.

Credit Risk – Under Louisiana R.S. 33:2955, as amended, the Hospital may invest in obligations of the U.S. Treasury, U.S. Agencies and instrumentalities, repurchase agreements, certificates of deposits, and other investments as provided in the statute. The Hospital's investment policy does not further limit its investment choices. As of March 31, 2010, the Hospital's investment in U.S. Agencies were rated AAA by Moody's Investors Service and AAA by Standard & Poor's.

Concentration of Credit Risk – The Hospital's investment policy does not limit the amount the Hospital may invest in any one issuer. More than 5 percent of the Hospital's investments are in Federal Home Loan Mortgage Corporation, Federal Home Loan Bank, and Federal National Mortgage Association. These investments are 51%, 41%, and 8%, respectively at March 31, 2010.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

B. RECEIVABLES

Receivables as of year end for the primary government's individual major funds and nonmajor and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Road & Bridge	Consolidated Capital Projects	Parishwide Road Improvement	Nonmajor Governmental Funds	St. James Parish Gas and Water Distribution System	St. James Youth Center	Internal Service Fund	Total Primary Government
Taxes									
Property	\$ 3,010,588	\$ 1,815,273	\$ -	\$ -	\$ 8,001,540	\$ -	\$ 365,248	\$ -	\$ 13,192,649
Sales	391,201	-	-	-	825,832	-	-	-	1,217,033
Other governmental agencies									
Federal	115,319	-	-	-	934,891	279,733	1,652	-	1,331,595
State	76,045	74,209	8,200	-	1,560	-	-	-	160,014
Account	152,771	32,100	-	-	273,687	929,225	402,002	-	1,789,785
Interest	-	-	10,980	-	-	-	-	-	10,980
Other	<u>92,404</u>	<u>3,886</u>	<u>-</u>	<u>-</u>	<u>34,963</u>	<u>-</u>	<u>5,413</u>	<u>33,984</u>	<u>170,650</u>
Gross receivables	3,838,328	1,925,468	19,180	-	10,072,473	1,208,958	774,315	33,984	17,872,706
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(113,362)</u>	<u>(6,752)</u>	<u>-</u>	<u>(120,114)</u>
Net Receivables	<u>\$ 3,838,328</u>	<u>\$ 1,925,468</u>	<u>\$ 19,180</u>	<u>\$ -</u>	<u>\$ 10,072,473</u>	<u>\$ 1,095,596</u>	<u>\$ 767,563</u>	<u>\$ 33,984</u>	<u>\$ 17,752,592</u>

During June 2009, the Parish issued \$800,000 in Limited Tax Certificates, Series 2009 for the purpose of constructing and improving the public hospital buildings (see note III F). Payments are to be derived from the levy and collection of a 4.75 mills tax for St. James Parish Hospital. The Hospital will annually remit funds from this tax levy to the Parish. The note receivable maturity schedule is as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>
2011	\$155,000	\$15,297
2012	160,000	12,535
2013	165,000	8,460
2014	<u>171,000</u>	<u>2,992</u>
	<u>\$651,000</u>	<u>\$39,284</u>

Receivables for the component units at their respective year-ends are as follows:

	<u>St. James Parish Hospital</u>	<u>St. James Clerk of Court</u>
Taxes	\$ 482,369	\$ -
Accounts	3,994,714	19,478
Interest	-	1,238
Other governmental agencies	<u>-</u>	<u>30,438</u>
Gross receivables	4,477,083	51,154
Less: allowance for uncollectibles	<u>(2,288,773)</u>	<u>-</u>
Net total receivables	<u>\$ 2,188,310</u>	<u>\$ 51,154</u>

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

C. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2010, was as follows:

Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,829,767	\$ 7,100,525	\$ -	\$ 8,930,292
Construction in progress	<u>6,450,497</u>	<u>6,517,657</u>	<u>(8,801,200)</u>	<u>4,166,954</u>
Total capital assets, not being depreciated	<u>8,280,264</u>	<u>13,618,182</u>	<u>(8,801,200)</u>	<u>13,097,246</u>
Capital assets, being depreciated:				
Buildings	11,857,755	942,646	(45,900)	12,754,501
Improvements other than buildings	1,578,815	775,181	-	2,353,996
Machinery and equipment	10,390,990	1,306,429	(392,566)	11,304,853
Library collection	1,667,912	86,745	(50,479)	1,704,178
Infrastructure	<u>57,551,183</u>	<u>-</u>	<u>-</u>	<u>57,551,183</u>
Total capital assets being depreciated	83,046,655	3,111,001	(488,945)	85,668,711
Less accumulated depreciation for:				
Buildings	(5,238,884)	(322,246)	45,900	(5,515,230)
Improvements other than buildings	(888,042)	(78,189)	-	(966,231)
Machinery and equipment	(7,394,083)	(731,269)	342,397	(7,782,955)
Library collection	(1,585,231)	(82,681)	50,479	(1,617,433)
Infrastructure	<u>(38,986,322)</u>	<u>(1,469,743)</u>	<u>-</u>	<u>(40,456,065)</u>
Total accumulated depreciation	(54,092,562)	(2,684,128)	438,776	(56,337,914)
Total capital assets, being depreciated, net	<u>28,954,093</u>	<u>426,873</u>	<u>(50,169)</u>	<u>29,330,797</u>
Governmental activities capital assets, net	<u>\$37,234,357</u>	<u>\$14,045,055</u>	<u>\$(8,851,369)</u>	<u>\$42,428,043</u>

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

C. CAPITAL ASSETS (Continued)

Primary Government (Continued)

	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ -	\$ 50,000	\$ -	\$ 50,000
Construction in progress	<u>2,103,804</u>	<u>704,269</u>	<u>(2,178,175)</u>	<u>629,898</u>
Total capital assets, not being depreciated	<u>2,103,804</u>	<u>754,269</u>	<u>(2,178,175)</u>	<u>679,898</u>
Capital assets, being depreciated:				
Buildings	8,587,968	-	-	8,587,968
Gas distribution system	2,098,948	-	-	2,098,948
Water distribution system	16,957,131	2,178,175	-	19,135,306
Office furniture, fixtures, and equipment	790,812	5,796	-	796,608
Transportation equipment	<u>437,461</u>	<u>13,549</u>	-	<u>451,010</u>
Total capital assets, being depreciated	28,872,320	2,197,520	-	31,069,840
Less accumulated depreciation for:				
Buildings	(4,577,627)	(188,708)	-	(4,766,335)
Gas distribution system	(1,466,850)	(31,515)	-	(1,498,365)
Water distribution system	(8,252,730)	(493,822)	-	(8,746,552)
Office furniture, fixtures, and equipment	(741,472)	(13,022)	-	(754,494)
Transportation equipment	<u>(352,393)</u>	<u>(37,235)</u>	-	<u>(389,628)</u>
Total accumulated depreciation	<u>(15,391,072)</u>	<u>(764,302)</u>	-	<u>(16,155,374)</u>
Total capital assets, being depreciated, net	<u>13,481,248</u>	<u>1,433,218</u>	-	<u>14,914,466</u>
Business-type activities capital assets, net	<u>\$ 15,585,052</u>	<u>\$ 2,187,487</u>	<u>\$(2,178,175)</u>	<u>\$15,594,364</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 250,862
Public safety	382,627
Highway and streets, including depreciation of general infrastructure assets	1,608,843
Sanitation	48,525
Public transportation	76,133
Health and welfare	61,393
Culture and recreation	232,165
Economic development and assistance	<u>23,580</u>
Total depreciation expense-governmental activities	<u>\$ 2,684,128</u>
Business-type activities:	
Gas and water	\$ 573,265
Youth detention	<u>191,037</u>
Total depreciation expense-business-type activities	<u>\$ 764,302</u>

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

C. CAPITAL ASSETS (Continued)

Construction Commitments

The government has active construction contracts at December 31, 2010, totaling \$6,578,609. The remaining commitments on active construction projects at December 31, 2010 are as follows:

<u>Project</u>	<u>Contract Amount</u>	<u>Remaining Commitment</u>
Lutcher Library	\$ 2,200,000	\$ 2,077,966
Plantation Trace	209,980	144,344
District V Recreation Building	150,000	27,000
EOC Wind Retrofitting	76,850	6,871
Courthouse Administrative Building	3,877,729	1,292,905
Courthouse Annex Wind Retrofitting	<u>64,050</u>	<u>6,033</u>
	<u>\$ 6,578,609</u>	<u>\$ 3,555,119</u>

Discretely Presented Component Units

Activity for St. James Parish Hospital for the year ended March 31, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 591,045	\$ -	\$ -	\$ 591,045
Construction in progress	<u>887,726</u>	<u>436,156</u>	<u>(1,301,432)</u>	<u>22,450</u>
Total capital assets, not being depreciated	<u>1,478,771</u>	<u>436,156</u>	<u>(1,301,432)</u>	<u>613,495</u>
Capital assets, being depreciated:				
Buildings and improvements	20,397,229	371,489	-	20,768,718
Equipment	<u>5,532,483</u>	<u>1,078,792</u>	<u>(78,452)</u>	<u>6,532,823</u>
Total capital assets being depreciated	25,929,712	1,450,281	(78,452)	27,301,541
Less accumulated depreciation for:				
Buildings and improvements	(2,771,930)	(964,620)	-	(3,736,550)
Equipment	<u>(2,857,263)</u>	<u>(736,650)</u>	<u>78,452</u>	<u>(3,515,461)</u>
Total accumulated depreciation	<u>(5,629,193)</u>	<u>(1,701,270)</u>	<u>78,452</u>	<u>(7,252,011)</u>
Total capital assets, being depreciated, net	<u>20,300,519</u>	<u>(250,989)</u>	-	<u>20,049,530</u>
Business-type activities capital assets, net	<u>\$21,779,290</u>	<u>\$ 185,167</u>	<u>\$ (1,301,432)</u>	<u>\$20,663,025</u>

Depreciation expense of \$1,701,270 was charged to operating expenses. Equipment acquired through capital leases is \$325,000 and the accumulated depreciation at March 31, 2010, is \$89,434.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

C. CAPITAL ASSETS (Continued)

Discretely Presented Component Units (Continued)

Activity for St. James Parish Clerk of Court for the year ended June 30, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital asset being depreciated:				
Equipment, furniture and fixtures	\$178,924	\$ 8,842	\$ -	\$187,766
Automobile	<u>14,750</u>	<u>-</u>	<u>-</u>	<u>14,750</u>
Total capital assets being depreciated	193,674	8,842	-	202,516
Less: accumulated depreciation	<u>(132,317)</u>	<u>(30,487)</u>	<u>-</u>	<u>(162,804)</u>
Total capital assets being depreciated, net	<u>\$ 61,357</u>	<u>\$(21,645)</u>	<u>\$ -</u>	<u>\$ 39,712</u>

Depreciation expense of \$30,487 was charged to the general government function.

D. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of December 31, 2010, is as follows:

Due to/from other funds:

	<u>Receivable</u>	<u>Payable</u>
Governmental Funds:		
General	\$ 264,733	\$ -
Road and Bridge	357,211	514,801
Parishwide Road Improvement	514,801	-
Nonmajor governmental funds	<u>279,760</u>	<u>840,164</u>
	<u>1,416,505</u>	<u>1,354,965</u>
Proprietary Funds:		
St. James Parish Gas & Water Distribution System	<u>-</u>	<u>61,540</u>
	<u>\$ 1,416,505</u>	<u>\$ 1,416,505</u>

Due to/from other funds are the result of transfers between funds or collections made on behalf of one fund for another which are expected to be paid within one year.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (Continued)

Interfund transfers:

	<u>Transfers Out</u>	<u>Transfers In</u>
Governmental Funds:		
General	\$ 1,299,062	\$ -
Road and Bridge	636,253	-
Consolidated Capital	200,200	-
Parishwide Road Improvement	-	588,081
Nonmajor governmental funds	<u>2,602,797</u>	<u>3,779,489</u>
	<u>4,738,312</u>	<u>4,367,570</u>
Proprietary Funds:		
St. James Parish Gas & Water Distribution System	-	69,643
St. James Youth Center	-	467,000
St. James Parish Hospital	<u>165,901</u>	<u>-</u>
	<u>165,901</u>	<u>536,643</u>
	<u>\$4,904,213</u>	<u>\$ 4,904,213</u>

Interfund transfers are made on a regular basis to supplement other funds' sources and to provide internal financing for capital outlay.

E. LEASES

Operating Leases

The Parish has several operating leases as of December 31, 2010. The minimum annual commitments under non-cancelable operating leases and/or agreements are as follows:

<u>Year Ending</u>	<u>Land</u>	<u>Building</u>
2011	\$ 1,982	\$ 21,600
2012	1,982	-
2013	982	-
2014	500	-
2015	<u>500</u>	<u>-</u>
Total	<u>\$ 5,946</u>	<u>\$ 21,600</u>

The St. James Parish Hospital entered into a cooperative endeavor agreement with Louisiana Health Care Group to provide home health services as St. James Home Care through December 31, 2005. All amounts recorded, received and owed have been reflected in other operating revenues over the life of the agreement. The Hospital received monies in excess of the agreement and have reflected these overpayments as accounts payable.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

E. LEASES (Continued)

Capital Leases

The Parish has entered into certain lease agreements for fire fighting equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

	<u>Governmental Activities</u>
Asset:	
Machinery and equipment	\$ 351,911
Less: Accumulated depreciation	<u>(293,259)</u>
Total	<u>\$ 58,652</u>

The final payment on the capital lease was paid during 2008.

F. LONG-TERM LIABILITIES

General Obligation Bonds

The Parish issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. These bonds have been issued for governmental activities. The original amount of general obligation bonds issued in prior years was \$12,150,000. General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	3.25 – 7.0%	<u>\$7,090,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>Year Ending</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2011	\$ 945,000	\$ 275,319
2012	985,000	237,075
2013	1,030,000	196,777
2014	260,000	170,168
2015	275,000	158,605
2016-2027	<u>3,595,000</u>	<u>841,208</u>
	<u>\$ 7,090,000</u>	<u>\$ 1,879,152</u>

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

F. LONG-TERM LIABILITIES (Continued)

Certificates of Indebtedness

The Parish also issues certificates of indebtedness to provide funds for the purpose of purchasing capital assets. In prior years the original amount of certificates of indebtedness was \$1,103,000. During the year, certificates of indebtedness totaling \$2,000,000 were issued for the purpose of renovating, improving, equipping, and expanding the library facilities on the East Bank. The interest rate of the certificates of indebtedness is 2.85%. The outstanding balance on the issues of certificates of indebtedness at December 31, 2010 is \$2,779,000.

Annual debt service requirements to maturity for certificates of indebtedness are as follows:

<u>Year Ending</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2011	\$ 393,000	\$ 69,539
2012	400,000	66,073
2013	345,000	55,485
2014	361,000	44,888
2015	195,000	36,480
2016-2020	<u>1,085,000</u>	<u>95,190</u>
	<u>\$2,779,000</u>	<u>\$367,655</u>

Notes

The Parish issued a promissory note in the amount of \$138,902 to provide funding to the St. James Parish Sheriff's office toward the purchase of capital assets. The note is non-interest bearing. The outstanding balance on the note at year end is \$27,782, and matures in the year ending December 31, 2011.

Legal Debt Margin-General Obligation Bonds

Governing Authority: Parish of St. James

Property taxes:

Assessed valuation, 2009 tax rolls \$ 418,714,085

Debt limit: 10% of assessed valuation (for any one purpose) \$ 41,871,409

At December 31, 2010, the Parish has no outstanding bonds that exceed the legal debt limit.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

DETAILED NOTES ON ALL FUNDS (Continued)

F. LONG-TERM LIABILITIES (Continued)

Legal Debt Margin-General Obligation Bonds (Continued)

Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
General obligation bonds	\$ 7,995,000	\$ -	\$ (905,000)	\$ 7,090,000	\$ 945,000
Certificates of indebtedness	988,000	2,000,000	(209,000)	2,779,000	393,000
Notes	55,562	-	(27,780)	27,782	27,782
Net OPEB obligation	371,892	170,860	-	542,752	-
Compensated absences	<u>572,849</u>	<u>65,460</u>	<u>-</u>	<u>638,309</u>	<u>324,979</u>
Governmental activity long-term liabilities	<u>\$ 9,983,303</u>	<u>\$ 2,236,320</u>	<u>\$(1,141,780)</u>	<u>\$ 11,077,843</u>	<u>\$ 1,690,761</u>
Business-type activities:					
Net OPEB obligation	\$ 147,223	\$ 46,746	\$ -	\$ 193,969	\$ -
Compensated absences	<u>264,600</u>	<u>17,042</u>	<u>-</u>	<u>281,642</u>	<u>120,273</u>
Business-type activity long-term liabilities	<u>\$ 411,823</u>	<u>\$ 63,788</u>	<u>\$ -</u>	<u>\$ 475,611</u>	<u>\$ 120,273</u>

Compensated absences are generally liquidated by the fund from which the employee's salary is paid immediately prior to the date of retirement or termination.

Discretely Presented Component Unit – St. James Parish Hospital

Hospital Revenue Bonds

On July 2, 2008, \$18,000,000 of Hospital Revenue Bonds were issued upon completion of a replacement (Critical Access) hospital, to provide permanent financing for the project. The following summarizes the issue:

Series 2008 R-1, bearing interest at 4.125%, payable monthly through 06/01/48	\$ 7,600,000
Series 2008 R-2, bearing interest at 4.5%, payable monthly through 06/01/48	1,400,000
Series 2008A, bearing interest at 6.1%, payable annually through 06/01/38	6,840,000
Series 2008B, bearing interest at 9.76%, payable annually through 06/01/38	760,000
Series 2008C, bearing interest at 5.9%, payable annually through 06/01/28	1,260,000
Series 2008D, bearing interest at 9.44%, payable annually through 06/01/28	<u>140,000</u>
	<u>\$ 18,000,000</u>

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

F. LONG-TERM LIABILITIES (Continued)

Discretely Presented Component Unit – St. James Parish Hospital (Continued)

Hospital Revenue Bonds (Continued)

The bonds are collateralized by a pledge of the Hospital Service District's revenue, land, building and improvements and personal property thereon. Under the terms of the revenue note indenture, the Hospital is required to maintain certain deposits with a trustee. Such deposits are included in restricted cash and investments in the balance sheet. The revenue note indenture also requires that the Hospital satisfy certain measures of financial performance as long as the notes are outstanding. These funds are maintained at the Trustee and require monthly funding by the Hospital Service District.

Long-term liability activity for St. James Parish Hospital for the year ended March 31, 2010, was as follows:

	<u>Balance</u> <u>March 31, 2009</u>	<u>Additions</u>	<u>Ending</u> <u>Reductions</u>	<u>Balance</u> <u>March 31, 2010</u>
Bonds and Notes Payable:				
<i>Revenue Bonds</i>				
Series 2008 R-1	\$ 7,549,386	\$ -	\$ (78,574)	\$7,470,812
Series 2008 R-2	1,391,489	-	(13,254)	1,378,235
Series 2008A	6,840,000	-	(75,000)	6,765,000
Series 2008B	760,000	-	(4,000)	756,000
Series 2008C	1,260,000	-	(33,000)	1,227,000
Series 2008D	140,000	-	(2,000)	138,000
Tax Certificate	-	800,000	(152,249)	647,751
Capital lease obligation	260,867	-	(61,264)	199,603
Compensated absences	<u>288,522</u>	<u>35,263</u>	<u>(11,237)</u>	<u>312,548</u>
	18,490,264	835,263	(430,578)	18,894,949
Less current maturities	<u>(555,614)</u>			<u>(750,067)</u>
Total long-term debt	<u>\$ 17,934,650</u>			<u>\$18,144,882</u>

The terms and due dates of the Hospital's capital lease obligation consist of the following:

Installment obligation incurred to purchase CT equipment payable in monthly payments of \$6,191, including interest at 5.59%, through March 2013.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

F. LONG-TERM LIABILITIES (Continued)

Discretely Presented Component Unit – St. James Parish Hospital (Continued)

Hospital Revenue Bonds (Continued)

The following table reflects the maturity schedule of these obligations and the anticipation interest payments.

<u>FYE March 31</u>	<u>Revenue Bonds</u>		<u>Capital Lease Obligation</u>		<u>Tax Certificate</u>		<u>Compensated Absences</u>
	<u>Principle</u>	<u>Interest</u>	<u>Principle</u>	<u>Interest</u>	<u>Principle</u>	<u>Interest</u>	
2011	\$ 217,740	\$ 936,434	\$ 64,779	\$ 9,515	\$155,000	\$16,460	\$312,548
2012	230,820	924,444	68,494	5,800	160,000	14,135	-
2013	242,072	911,780	66,330	1,871	165,000	10,935	-
2014	258,507	898,324	-	-	167,751	5,985	-
2015	273,130	883,963	-	-	-	-	-
2016-2020	1,620,204	4,172,715	-	-	-	-	-
2021-2025	2,164,233	3,654,799	-	-	-	-	-
2026-2030	2,777,888	2,953,158	-	-	-	-	-
2031-2035	3,124,226	2,141,889	-	-	-	-	-
2036-2040	3,588,181	1,130,171	-	-	-	-	-
2041-2045	1,824,000	496,560	-	-	-	-	-
2046-2050	1,414,046	101,262	-	-	-	-	-
	<u>\$17,735,047</u>	<u>\$19,205,499</u>	<u>\$199,603</u>	<u>\$17,186</u>	<u>\$647,751</u>	<u>\$47,515</u>	<u>\$312,548</u>

Discretely Presented Component Unit – St. James Parish Clerk of Court

Long-term debt for the Clerk of Court consists of compensated absences payable and net OPEB obligation payable. The following is a summary of the long-term debt transactions during the year:

	<u>Compensated Absences</u>	<u>Net OPEB Obligation</u>
Long-term debt payable at June 30, 2009	\$ 23,850	\$ -
Additions	1,147	44,678
Reductions	-	-
Long-term debt payable at June 30, 2010	<u>\$ 24,997</u>	<u>\$ 44,678</u>

Conduit Debt

The Industrial District of St. James Parish has issued Pollution Control Revenue Bonds or Industrial Revenue Bonds. Obligations of the industrial districts are payable solely from the income and revenues derived from the industrial districts. These bonds do not constitute a debt or pledge of the full faith and credit of the Parish and accordingly have not been reported in the accompanying financial statements.

As of December 31, 2010, there were sixteen series of Pollution Control Revenue Bonds or Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the series could not be determined; however, the original issue amounts totaled \$1,231,900,000.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

III. DETAILED NOTES ON ALL FUNDS (Continued)

G. RESTRICTED ASSETS

Restricted assets for customer deposits of \$403,642 of the St. James Parish Gas & Water Distribution System fund as of December 31, 2010, (the component unit's fiscal year end) consist of the following:

Money market accounts	\$ 56,562
Certificates of deposit	<u>370,000</u>
Total	<u>\$ 426,562</u>

Discretely Presented Component Unit – St. James Parish Hospital

The amounts reported as restricted assets for St. James Parish Hospital are comprised of cash held by the trustee bank for debt service on behalf of the Hospital related to their required long term debt described in Note III F. In addition, internally designated funds for capital acquisitions and pending litigation are set aside under the control of the board of commissioners and may, at its discretion, later use these funds for other purposes.

The restricted assets, which consist of cash and certificates of deposits, as of March 31, 2010, are as follows:

Cash held by trustee for debt service	
Sinking fund	\$ 292,570
Reserve fund-rural development	40,621
Reserve fund-taxable	440,747
Contingency fund	101,709
Rural development transfer account	38,676
Government security CD's internally designated for pending litigation	<u>5,970,564</u>
Total restricted assets	<u>\$ 6,884,887</u>

IV. OTHER INFORMATION

A. RISK MANAGEMENT

The Parish 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 for which the Parish carries commercial insurance including: general and auto liability, errors and omissions, professional liability, law enforcement liability, workers compensation, and various property policies.

The Parish is exposed to various risks of loss related to employee health and medical claims for the employees of the Parish. The Parish established a Group Hospitalization Claims Clearing Fund (an internal service fund) to account for and finance its uninsured risks of loss. Under the program, the Group Hospitalization Claims Clearing Fund provides coverage for up to a maximum of \$85,000 for each employee's health claims. The Parish purchases insurance for claims in excess of coverage provided by the Fund. Settlements have not exceeded coverage for each of the past three fiscal years.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

A. RISK MANAGEMENT (Continued)

All funds of the Parish participate in the program and make payments to the Group Hospitalization Claims Clearing Fund based on estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. That reserve was \$1,944,951 at December 31, 2010, and is reported as a designation in the net assets of the Group Hospitalization Claims Clearing Fund. The claims liability of \$170,000 reported in the Fund at December 31, 2010, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Changes in the Fund's claims liabilities during the past two years are as follows:

	Year Ended <u>12/31/10</u>	Year Ended <u>12/31/09</u>
Unpaid claims, beginning of year	\$ 230,000	\$ 180,000
Incurred claims	1,973,653	2,392,239
Claim payments	<u>(2,033,653)</u>	<u>(2,342,239)</u>
Unpaid claims, end of year	<u>\$ 170,000</u>	<u>\$ 230,000</u>

Discretely Presented Components Unit – St. James Parish Hospital

The St. James Parish Hospital 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 Hospital is a member of two separate trust funds established by the Louisiana Hospital Association that encompasses self insurance of (1) hospital professional liability and comprehensive general liability, and (2) statutory workers compensation. The Hospital carries commercial insurance for all other risks of loss. The trust funds for professional liability/comprehensive general liability and statutory workers compensation are pooling arrangements whereby there is a sharing of risk among the participants of the trust funds. The Hospital reports its premiums as insurance expenditures and expenses these premiums over the pro rata periods involved.

Discretely Presented Component Unit – St. James Clerk of Court

The St. James Parish Clerk of Court is exposed to risks of loss in the area of auto liability, professional liability and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

B. CONTINGENT LIABILITIES

The Parish is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of legal counsel the resolution of these matters will not have a material adverse effect on the financial condition of the Parish.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the Parish expects such amounts, if any, to be immaterial.

C. POSTEMPLOYMENT LIABILITIES

The Parish does not provide health care benefits to employees who retired prior to July 1, 1982. Employees who retired after July 1, 1982, but prior to July 1, 1991, and their dependents are eligible for health care benefits. Employees who retire on or after July 1, 1991, and their dependents shall be eligible for health care benefits provided the following conditions are met:

1. a. The employee and his eligible dependents must have been continuously covered under the Parish's health plan for at least twelve (12) months prior to retirement, and
b. The employee has ten (10) years of creditable service and is eligible and receiving benefits under the Parochial Employees Retirement System of Louisiana (see note IV D).
2. Elected officials and their eligible dependents are eligible for benefits, provided the elected official has twelve (12) years continuous service and is at least age fifty (50).

The Parish requires the retired employees to fund 44 – 54% percent of the cost of the premiums. Premium payments are required to be paid monthly by the retirees. For the year December 31, 2010, the Parish contributed \$174,374 and the retired employees contributed \$163,463 toward the premium. The Parish reserves the right to amend or reduce coverage. There are 33 retired employees currently eligible to receive health care benefits.

D. EMPLOYEE RETIREMENT SYSTEMS AND PLANS

Parochial Employees' Retirement System of Louisiana

Substantially all employees of the Parish are members of the Parochial Employees Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Parish are members of Plan A. All full-time, permanent employees working at least 28 hours per week who are paid wholly or in part from Parish funds and all elected Parish officials are eligible to participate in the System. Per Louisiana Revised Statute 11:164, Parish councilmen elected on or after January 1, 1997, are not eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to one percent of final average salary plus \$24 for each year of supplemental-plan-only service earned prior to January 1, 1980.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

D. EMPLOYEE RETIREMENT SYSTEMS AND PLANS (Continued)

Parochial Employees' Retirement System of Louisiana (Continued)

Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (225) 928-1361.

Funding Policy

Under Plan A, members are required by state statute to contribute 9.5 percent of their annual covered salary, and the Parish is required to contribute at an actuarially determined rate. The current rate is 15.75 percent of annual covered payroll. Contributions to the System also include one-fourth of one percent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each Parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Parish are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Parish's contributions to the System under Plan A for the years ending December 31, 2010, 2009, and 2008 were \$1,230,444, \$926,919, and \$952,058, respectively, equal to the required contributions for each year.

Parochial Employees' Retirement System of Louisiana - Discretely Presented Component Unit (St. James Parish Hospital)

Plan Description

The Hospital is a member of the Parochial Employees' Retirement System of Louisiana – Plan B. All full time employees participate in this plan. All full-time, permanent employees working at least 28 hours per week who are paid wholly or in part from Parish funds and all elected Parish officials are eligible to participate in the System. Under Plan B, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to one percent of final average salary plus \$24 for each year of supplemental-plan-only service earned prior to January 1, 1980. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

D. EMPLOYEE RETIREMENT SYSTEMS AND PLANS (Continued)

Parochial Employees' Retirement System of Louisiana - Discretely Presented Component Unit (St. James Parish Hospital) (Continued)

Plan Description (Continued)

The System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or calling (225) 928-1361.

Funding policy

The Plan B fund is financed by employee contributions of 3% for 2010 and employer contributions as determined by the Public Retirement Systems' Actuarial Committee. The Actuarial committee has determined that the employer contribution rate for 2010 to be 10%. The actuarial cost method used for Plan B is the aggregate actuarial cost method with allocation based on earnings. The normal cost is interest adjusted for midyear payment. The ratio of assets to the pension benefit obligation in Plan B was 96% at December 21, 2010.

Total pension expense was \$379,035, \$301,913, and \$252,821 for the years ended March 31, 2010, 2009, and 2008, respectively. All amounts expensed have been funded to the plan.

Clerk of Court Retirement and Relief Fund - Discretely Presented Component Unit (Clerk of Court)

Plan Description

Substantially all employees of the St. James Parish Clerk of Court are members of the Louisiana Clerks of Court Retirement and Relief Fund (System), a cost sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees.

All regular employees who are under the age of 60 at the time of original employment are required to participate in the System. Employees who retire at or after age 55 with at least 12 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of credited service, not to exceed 100% of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established and amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Clerks of Court Retirement and Relief Fund, 11745 Bricksome Avenue, Suite B1, Baton Rouge, Louisiana 70816, or by calling (225) 293-1162.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

D. EMPLOYEE RETIREMENT SYSTEMS AND PLANS (Continued)

Clerk of Court Retirement and Relief Fund - Discretely Presented Component Unit (Clerk of Court)
(Continued)

Funding Policy

Plan members are required by state statute to contribute 8.25% of their annual covered salary, and the St. James Parish Clerk of Court is required to contribute at an actuarially determined rate. The current rate is 14.75% of annual covered payroll. Contributions to the System also include one-fourth of one percent of the taxes shown to be collectible by the tax rolls of each parish. The contribution requirements of plan members and the St. James Parish Clerk of Court are established and may be amended by state statute.

As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The St. James Parish Clerk of Court's contributions to the Retirement System for the years ended June 30, 2010, 2009 and 2008 were \$100,785, \$86,900, and 87,255, respectively, equal to the required contributions for each year.

E. DEFERRED COMPENSATION PLAN

The Parish offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Parish employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, or unforeseeable emergency.

Effective January 3, 2000, all permanent, full-time employees of the Parish are eligible to participate in the voluntary matching deferred compensation program offered by the Parish. The program provides a yearly matching contribution, based on the employee's length of service. The maximum yearly matching contribution by the Parish is \$2,000 per employee. The Parish's contribution to the plan for the year ended December 31, 2010, 2009, and 2008 were \$187,530, \$176,047, and \$179,017, respectively.

Discretely Presented Component Unit - St. James Parish Clerk of Court

Plan Description

The St. James Parish Clerk of Court offers its employees participation in the Louisiana Public Employees Deferred Compensation Plan adopted by the Louisiana Deferred Compensation Commission and established in accordance with Internal Revenue Code Section 457. The plan is reported as an agency fund in the State of Louisiana's financial statements. The plan, available to all the Clerk of Court's employees, permits the employees to defer a portion of their salary until future years. The Clerk of Court matches 100% of employee contributions. The Clerk of Court's contribution to the plan amounted to \$34,200, \$33,825, and \$34,650 for the years ended June 30, 2010, 2009, and 2008, respectively. The deferred compensation is not available to employees until termination, retirement, death, or proof of hardship.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

E. DEFERRED COMPENSATION PLAN (Continued)

Discretely Presented Component Unit - St. James Parish Clerk of Court (Continued)

Plan Description (Continued)

The assets of the Plan are held in trust as described in IRC Section 457(g) for the exclusive benefit of the participants and their beneficiaries. The custodian thereof for the exclusive benefit of the participants holds the custodial account for the beneficiaries of this Plan, and the assets may not be diverted to any other use. The administrators are agents of the employer for purposes of providing direction to the custodian of the custodial account from time to time for the investment of the funds held in the account, transfer of assets to or from the account, and all other matters. Complete disclosures relating to the Plan are included in the separately issued audit report for the Plan, available from the Louisiana Legislative Auditor, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397.

It is the opinion of management, after consulting with legal counsel, that the Clerk of Court has no liability for losses under the plan.

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

All full-time employees of St. James Parish (the Parish), may at their option participate in the employees' group life and health insurance program sponsored and administered by the Parish along with outside third-party insurance providers or administrative agents. Both employee/retiree premiums and the employer contribution toward the premiums are set each year in the Parish's approved budget.

Plan Description

The Parish's OPEB Plan is a single-employer self-insured comprehensive health benefit program. Although no written plan or trust currently exists or is sanctioned by law, the OPEB plan is reported based on communications to plan members. Medical benefits are provided to employees upon retirement according to the retirement eligibility provisions as follows: 30 years of service at any age; age 55 and 25 years of service; age 60 and 10 years of service; or, age 65 and 7 years of service. Employees hired on or after January 1, 2007, have the following retirement eligibility provisions: 30 years of service at age 55; age 62 and 10 years of service; or age 67 and 7 years of service.

Employees eligible to retire may continue their health care benefits during retirement, but their premiums are at a higher rate. These rates are provided to the retiree at the time of retirement, and each retiree is notified when premiums change.

Funding Policy

The contribution requirements of the employees/retirees and the participating Parish are established in the annual operating budget and may be amended in subsequent years. For the year ending December 31, 2010 the health benefit program was funded with active employees contributing 15%-18% of the premium and the Parish contributing 82%-85% of the premium, dependent upon the number of family members covered. The health benefit program was funded with retirees contributing 44%-54% of the premium and the Parish contributing 46%-56% of the premium, dependent upon the number of family members covered.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Funding Policy (Continued)

The employer contribution to the OPEB plan for the year ending December 31, 2010 totaled \$174,374 or approximately 2.3% of gross payroll as approved by the St. James Parish Council in the 2010 operating budget. There is no retiree contribution to the OPEB plan other than the retiree share of insurance premiums paid monthly which totaled \$163,463 for the year ending December 31, 2010.

Annual OPEB Cost and Net OPEB Obligation

The Parish's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Parish's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Parish's net OPEB obligation to the health benefit plan:

Annual OPEB Cost and Net OPEB Obligation (Continued)

	St. James Parish	St. James Parish Youth Center	St. James Parish Gas & Water Distribution System	Total
Annual required contribution	\$ 282,554	\$ 59,730	\$ 58,952	\$ 401,236
Interest on net OPEB obligation	14,876	4,833	1,056	20,765
Adjustment to ARC	<u>(21,507)</u>	<u>(6,987)</u>	<u>(1,527)</u>	<u>(30,021)</u>
Annual OPEB cost (expense)	275,923	57,576	58,481	391,980
Contributions made	<u>(105,063)</u>	<u>(28,382)</u>	<u>(40,929)</u>	<u>(174,374)</u>
Increase in net OPEB obligation	170,860	29,194	17,552	217,606
Net OPEB obligation-beginning of year	<u>371,892</u>	<u>120,822</u>	<u>26,401</u>	<u>519,115</u>
Net OPEB obligation-end of year	<u>\$ 542,752</u>	<u>\$ 150,016</u>	<u>\$ 43,953</u>	<u>\$ 736,721</u>

Trend Information for OPEB Plan

	Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributions	Net OPEB Obligation
St. James Parish	12/31/10	\$ 275,923	38%	\$ 542,752
St. James Parish Youth Center	12/31/10	57,576	49%	150,016
St. James Parish Gas & Water Distribution Center	12/31/10	58,481	70%	43,953

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Funding Status and Funding Progress

As of January 1, 2010, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$3,878,613 (including the System for \$666,915) all of which was unfunded. The projection of future benefit payments for ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision and actual results are compared with past expectation and new estimates are made about the future.

Required Supplementary Information
 Schedule of Funding Progress
 for the OPEB Plan

	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
St. James Parish	01/01/10	\$ -	\$2,686,417	\$ 2,686,417	0.0%	\$ 5,583,828	48.1%
St. James Parish Youth Center	01/01/10	-	525,281	525,281	0.0%	1,194,906	44.0%
St. James Parish Gas & Water Distribution System	01/01/10	-	666,915	666,915	0.0%	922,754	72.3%
Total		<u>\$ -</u>	<u>\$3,878,613</u>	<u>\$ 3,878,613</u>	<u>0.0%</u>	<u>\$ 7,701,488</u>	<u>50.4%</u>

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The unit credit actuarial cost method was used for the January 1, 2010, actuarial valuation. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting the projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover. Since this is the first actuarial valuation, there are no plan assets.

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Actuarial Methods and Assumptions (Continued)

The following actuarial assumptions were made:

Mortality - The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rates and 50% of the unloaded female mortality rates was used.

Expected Time of Commencement of Benefits - It is assumed that entitlement to benefits will commence three years after earliest eligibility to retire, as described in the paragraph under the heading "Plan Description".

Turnover - An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 10%.

Coverage Declination Rates - Based on recent plan experience, it has been assumed that 25% of eligible retirees decline coverage upon retirement eligibility because of the relatively high retiree contribution required. It has further been assumed that 75% of retirees decline coverage upon eligibility for Medicare at age 65 for the same reason.

Future Cost Increase (Trend) Rate - The expected rate of increase in medical cost was based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services. A rate of 8.0 percent initially, reduced to an ultimate rate of 5.0 percentage for 2016 and later, was used.

Method of Determining Value of Benefits - The value of benefits has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The employer rates provided are "unblended" rates for active and retired employees as required by GASB 45 for valuation purposes.

Investment Return Assumption (Discount Rate) - The Parish currently finances the OPEB using a pay-as-you-go approach, therefore, the discount rate was based on the historical (and expected investment that are expected to be used in financing the payment of benefits). The actuarial assumptions included a four percent investment rate of return, compounded annually.

A level dollar, closed amortization period of thirty years has been used for the post-employment benefits. The remaining amortization period at December 31, 2010, was twenty-nine years.

Discretely Presented Component Unit – St. James Parish Clerk of Court

From an accrual accounting perspective, the cost of postemployment healthcare benefits should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of BASB Statement No. 45 during the year ended June 30, 2010, the Clerk of Court began to recognize the cost of postemployment healthcare in the year when employee services are received, to report the accumulated liability from prior years, and to provide information useful in assessing potential demands on the Clerk of Court's future cash flows. Because the Clerk of Court is adopting the requirements of BASB Statement No. 45 prospectively, recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2010 liability.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Discretely Presented Component Unit – St. James Parish Clerk of Court (Continued)

Plan Description: The Clerk of Court's defined benefit postemployment health care plan ("the Retiree Health Plan") provides medical, dental and life insurance benefits to eligible retired employees and their beneficiaries. The Retiree Health Plan is affiliated with the Louisiana Clerks of Court Insurance Trust ("LCCIT") an agent multiple-employer postemployment healthcare plan administered by the Louisiana Clerk of Court Association. The LCCIT board of trustees has the authority to establish and amend the benefit provisions of the Retiree Health Plan. The plan does not issue a publicly available financial report.

Fund Policy: The contribution requirements of plan members and the Clerk of Court are established and may be amended by the LCCIT board of trustees. The Clerk of Court contributes 100 percent of the cost of the current-year premiums for eligible retiree plan members and 100 percent of the cost for retired plan members' spouses and dependent children. For the fiscal year ended June 30, 2010 the Clerk of Court contributed \$9,697 to the plan and the retirees contributed \$0. The Clerk of Court recognizes the cost of providing these benefits as an expenditure when the monthly premiums are due. The benefits are financed on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation: The Clerk of Court's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of BASV Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The Clerk of Court utilizes the level-dollar amortization method to amortize the unfunded actuarial accrued liability.

The following table shows the components of the Clerk of Court's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Clerk of Court's net OPEB obligation:

Annual required contribution	\$ 52,284
Interest on net OPEB obligation	2,091
Adjustment to annual required contribution	<u>-</u>
Annual OPEB cost (expense)	54,375
Contributions made	<u>(9,697)</u>
Increase in net OPEB obligation	44,678
Net OPEB obligation – beginning of year	<u>-</u>
Net OPEB obligation – end of year	<u>\$ 44,678</u>

The Clerk of Court's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal year ended 2010 as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2010	\$54,375	17.80%	\$44,678

ST. JAMES PARISH
Convent, Louisiana
Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Discretely Presented Component Unit – St. James Parish Clerk of Court (Continued)

Fiscal year 2010 was the year of implementation of GASB Statement No. 45 and the Clerk of Court has elected to implement prospectively. Therefore, prior year comparative data is not available. In future years, three-year trend information will be presented.

Funded Status and Funding Progress: The funded status of the plan as of June 30, 2010, was as follows:

Actuarial accrued liability (AAL)	\$898,008
Actuarial valuation of plan assets	-
Unfunded actuarial accrued liability (UAAL)	<u>\$898,008</u>
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered Payroll	<u>439,800</u>
UAAL as percentage of Covered Payroll	204.20%

Actuarial valuations for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially, determined amounts are subject to continuous revision as actual results are compared to past expectations and new estimates about the future are formulated. Although the valuation results are based on values which the Clerk of Court's actuarial consultant believes are reasonable assumptions, the valuation results reflect a long-term perspective and, as such, are merely an estimate of what future costs may actually be. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

The schedule of funding progress included in required supplementary information following the notes to the financial statements presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Because 2010 was the year of implementation of GASB Statement No. 45 and the Clerk of Court elected to apply the statement prospectively, only one year is presented in the schedule at this time. In future years, required trend data will be presented.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefit costs between the employer and plan members to that point. The actuarial methods, and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Discretely Presented Component Unit – St. James Parish Clerk of Court (Continued)

In the July 1, 2009 actuarial valuation, the entry age actuarial cost method was used. The significant actuarial assumptions used in the valuation of the plan are as follows:

1. Discount Rate – 4.0% per annum, compounded annually.
2. Retirement Rates – (Rates are the same for both male and female.)

<u>Attained Age</u>	<u>Retirement Rate</u>
55	17.0%
56-63	5.5%
64	12.5%

3. Withdrawal Rates – (Rates are the same for both male and female.)

<u>Years of Service</u>	<u>Withdrawal Date</u>
0	18.0%
1	14.0%
2	11.0%
3	9.0%
4	8.0%
5-6	6.0%
7	5.0%
8-17	3.0%
18+	1.5%

4. Life Claims – Based on the 1994 Uninsured Pensioner Mortality Table (one-year setback for both male and female).
5. Retiree and retiree's dependents contributions -0%.
6. Pre-retirement and post-retirement mortality – 1994 Uninsured Pensioner Mortality Table (male and female) with a one-year setback for both males and females.
7. Participation by current retirees – current retirees are assumed to continue with their current benefits.

ST. JAMES PARISH
 Convent, Louisiana
 Notes to the Financial Statements (Continued)

IV. OTHER INFORMATION (Continued)

F. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Discretely Presented Component Unit – St. James Parish Clerk of Court (Continued)

8. Participation by future retirees – 90% of future eligible retirees are assumed to continue their medical and dental benefits and 100% of future eligible retirees are assumed to continue with their life insurance benefits.
9. Dependent status, current retirees – current status is assumed to continue, except dependent children are excluded from the analysis due to their limited impact on the results.
10. Dependent status, future retirees – 25% of retirees are assumed to have a covered spouse. Dependent children are excluded.
11. Medical Claim Costs – Age-neutral premiums were used for claims costs. They were derived from the average of the 2009 and 2010 premiums, trended to the valuation date and adjusted for the risk characteristics of the group. The Louisiana Clerk of Court's Association offers two benefit options, of which the Clerk of Court can choose to offer one or both. Retirees age 65 and older that are not eligible for Medicare can continue with Option 1 or Option 2. Claim costs per member per month are as follows:

Year	Option 1 -HDHP		Option 2 - PPO	
	Male	Female	Male	Female
20	\$ 111	\$ 264	\$ 141	\$ 335
25	111	264	141	335
30	136	289	173	367
35	178	314	226	398
40	220	337	278	427
45	287	373	363	472
50	370	440	469	557
55	487	515	617	652
60	634	593	804	751
65	737	651	934	825
70	807	693	1,022	878
75	871	732	1,103	927
80	913	754	1,156	955
85	924	762	1,170	966
90	924	762	1,170	966

G. Evaluation of Subsequent Events

The Parish has evaluated subsequent events through July 5, 2011, the date which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

MAJOR GOVERNMENTAL FUNDS

General Fund

The general fund is the principal fund of the Parish and is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

Road and Bridge Maintenance Fund

The Road and Bridge Maintenance Fund accounts for the maintenance of existing roads and bridges. Major means of financing is provided by property taxes, state revenue sharing, the State of Louisiana Parish Transportation Fund, and the Parish Royalty Fund. Use of these funds is restricted by Louisiana Revised Statute 43:753.

Consolidated Capital Projects Fund

The Consolidated Capital Projects Fund is used to account for major construction projects financed mainly by the sale of general obligation bonds.

Parishwide Road Improvement Fund

The Parishwide Road Improvement Fund accounts for parishwide road improvements which include the construction of new roads and bridges. This fund is supported by transfers from the Road and Bridge Maintenance Fund.

St. James Parish
 Convent, Louisiana
 General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual
 For the year ended December 31, 2010

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 2,730,300	\$ 2,694,200	\$ 2,690,839	\$ (3,361)
Voluntary payments in lieu of taxes	453,600	454,500	453,830	(670)
Sales and use	1,728,500	2,230,600	2,290,406	59,806
Alcoholic beverages (beer)	22,000	22,000	22,112	112
Licenses and permits	530,700	546,600	555,452	8,852
Intergovernmental:				
Federal	280,900	396,900	320,475	(76,425)
State	669,900	619,300	637,060	17,760
Local	303,300	341,600	368,996	27,396
Charges for services	-	100	66	(34)
Interest	13,600	9,500	9,832	332
In-kind contributions	104,000	107,000	164,081	57,081
Other	158,700	210,700	239,465	28,765
Total revenues	<u>6,995,500</u>	<u>7,633,000</u>	<u>7,752,614</u>	<u>119,614</u>
Expenditures:				
Current:				
General government:				
Financial administration	2,811,500	2,772,000	2,729,571	42,429
Legislative	357,600	277,400	290,794	(13,394)
Judicial	210,800	186,500	180,873	5,627
Executive	490,300	556,200	537,716	18,484
Elections	67,500	70,000	70,556	(556)
Other-unclassified	398,600	443,100	442,120	980
Public safety	733,000	659,800	551,897	107,903
Public housing	2,400	2,400	1,160	1,240
Public transportation	-	-	-	-
Health and welfare	461,700	381,000	256,190	124,810
Culture and recreation	-	-	-	-
Economic development and assistance	461,600	475,800	468,418	7,382
In-kind expenses	104,000	107,000	164,081	(57,081)
Capital outlay	50,000	226,800	184,246	42,554
Total expenditures	<u>6,149,000</u>	<u>6,158,000</u>	<u>5,877,622</u>	<u>280,378</u>
Excess (deficiency) of revenues over (under) expenditures	846,500	1,475,000	1,874,992	399,992
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Proceeds from capital leases	-	-	-	-
Operating transfers out	(769,100)	(1,285,732)	(1,299,062)	(13,330)
Total other financing sources (uses)	<u>(769,100)</u>	<u>(1,285,732)</u>	<u>(1,299,062)</u>	<u>(13,330)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	77,400	189,268	575,930	386,662
Fund balance, beginning of year	5,136,634	5,136,667	5,136,667	-
Equity transfers in (out)	-	-	-	-
Fund balance, end of year	<u>\$ 5,214,034</u>	<u>\$ 5,325,935</u>	<u>\$ 5,712,597</u>	<u>\$ 386,662</u>

The notes to the financial statements are an integral part of this statement.

St. James Parish
Convent, Louisiana
Road & Bridge Maintenance Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For the year ended December 31, 2010

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 1,911,200	\$ 1,886,000	\$ 1,884,329	\$ (1,671)
Sales and use	-	-	-	-
Intergovernmental:				
Federal	505,000	112,900	113,913	1,013
State	293,900	295,000	315,929	20,929
Local	8,000	8,000	3,539	(4,461)
Interest	8,000	8,000	16,633	8,633
Other	5,000	28,300	36,406	8,106
Total revenues	<u>2,731,100</u>	<u>2,338,200</u>	<u>2,370,749</u>	<u>32,549</u>
Expenditures:				
Current:				
Highways and streets	1,760,700	1,674,100	1,475,482	198,618
Capital outlay	724,200	172,900	221,936	(49,036)
Total expenditures	<u>2,484,900</u>	<u>1,847,000</u>	<u>1,697,418</u>	<u>149,582</u>
Excess (deficiency) of revenues over (under) expenditures	246,200	491,200	673,331	182,131
Other financing sources (uses):				
Operating transfers out	(846,500)	(862,000)	(636,253)	225,747
Total other financing sources (uses)	<u>(846,500)</u>	<u>(862,000)</u>	<u>(636,253)</u>	<u>225,747</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(600,300)	(370,800)	37,078	407,878
Fund balance, beginning of year	3,221,317	3,221,317	3,221,317	-
Fund balance, end of year	<u>\$ 2,621,017</u>	<u>\$ 2,850,517</u>	<u>\$ 3,258,395</u>	<u>\$ 407,878</u>

The notes to the financial statements are an integral part of this statement.

Schedule 2

St. James Parish
 Convent, Louisiana
 Consolidated Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual
 For the year ended December 31, 2010

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Intergovernmental:				
Federal	-	-	-	-
State	\$ 177,500	\$ 120,200	\$ 104,888	\$ (15,312)
Local	-	-	-	-
Interest	30,000	30,000	20,685	(9,315)
Other	-	-	-	-
Total revenues	<u>207,500</u>	<u>150,200</u>	<u>125,573</u>	<u>(24,627)</u>
Expenditures:				
Current:				
General Government	7,000	8,800	14,460	(5,660)
Capital outlay	<u>3,167,500</u>	<u>3,030,700</u>	<u>2,203,404</u>	<u>827,296</u>
Total expenditures	<u>3,174,500</u>	<u>3,039,500</u>	<u>2,217,864</u>	<u>821,636</u>
Excess (deficiency) of revenues over (under) expenditures	(2,967,000)	(2,889,300)	(2,092,291)	797,009
Other financing sources (uses):				
Operating transfers out	<u>(300,000)</u>	<u>(150,200)</u>	<u>(200,200)</u>	<u>(50,000)</u>
Total other financing sources (uses)	<u>(300,000)</u>	<u>(150,200)</u>	<u>(200,200)</u>	<u>(50,000)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(3,267,000)	(3,039,500)	(2,292,491)	747,009
Fund balance, beginning of year	<u>4,549,723</u>	<u>4,549,723</u>	<u>4,549,723</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,282,723</u>	<u>\$ 1,510,223</u>	<u>\$ 2,257,232</u>	<u>\$ 747,009</u>

The notes to the financial statements are an integral part of this statement.

St. James Parish
 Convent, Louisiana
 Parishwide Road Improvement Fund
 Statement of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual
 For the year ended December 31, 2010

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Interest	\$ 100	\$ 100	\$ 6	\$ (94)
Total revenues	<u>100</u>	<u>100</u>	<u>6</u>	<u>(94)</u>
Expenditures:				
Current:				
Highways and streets	805,000	778,100	593,635	184,465
Total expenditures	<u>805,000</u>	<u>778,100</u>	<u>593,635</u>	<u>184,465</u>
Excess (deficiency) of revenues over (under) expenditures	(804,900)	(778,000)	(593,629)	184,371
Other financing sources (uses):				
Operating transfers in	800,000	773,000	588,081	(184,919)
Total other financing sources (uses)	<u>800,000</u>	<u>773,000</u>	<u>588,081</u>	<u>(184,919)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(4,900)	(5,000)	(5,548)	(548)
Fund balance, beginning of year	5,548	5,548	5,548	-
Fund balance, end of year	<u>\$ 648</u>	<u>\$ 548</u>	<u>\$ -</u>	<u>\$ (548)</u>

The notes to the financial statements are an integral part of this statement.

SUPPLEMENTARY INFORMATION

St. James Parish
 Convent, Louisiana
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2010

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	\$ 10,199,444	\$ 313,615	\$ 850,265	\$ 11,363,324
Investments	7,232,094	1,909,099	1,300,057	10,441,250
Receivables (net of allowances for uncollectibles)	8,515,397	1,245,993	311,083	10,072,473
Due from other funds	279,736	-	24	279,760
Total assets	<u><u>\$ 26,226,671</u></u>	<u><u>\$ 3,468,707</u></u>	<u><u>\$ 2,461,429</u></u>	<u><u>\$ 32,156,807</u></u>
Liabilities and fund balance				
Liabilities:				
Accounts payable	\$ 984,319	\$ 39,536	\$ 119,041	\$ 1,142,896
Payroll deductions and withholdings payable	184,729	-	-	184,729
Deferred revenues	139,170	-	-	139,170
Due to other funds	275,600	100	564,464	840,164
Total liabilities	<u><u>1,583,818</u></u>	<u><u>39,636</u></u>	<u><u>683,505</u></u>	<u><u>2,306,959</u></u>
Fund balances:				
Reserved for:				
Debt service	-	3,429,071	-	3,429,071
Unreserved	24,642,853	-	1,777,924	26,420,777
Total fund balances	<u><u>24,642,853</u></u>	<u><u>3,429,071</u></u>	<u><u>1,777,924</u></u>	<u><u>29,849,848</u></u>
Total liabilities and fund balance	<u><u>\$ 26,226,671</u></u>	<u><u>\$ 3,468,707</u></u>	<u><u>\$ 2,461,429</u></u>	<u><u>\$ 32,156,807</u></u>

The notes to the financial statements are an integral part of this statement.

Schedule 5

St. James Parish
 Convent, Louisiana
 Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the year ended December 31, 2010

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Taxes:				
Property	\$ 7,000,559	\$ 1,290,488	\$ -	\$ 8,291,047
Voluntary payments in lieu of taxes	-	-	-	-
Sales and use	4,566,498	-	-	4,566,498
Alcoholic beverages (beer)	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental:				
Federal	4,049,313	-	1,115,305	5,164,618
State	366,037	-	3,000,023	3,366,060
Local	82,496	-	-	82,496
Fines and forfeits	263,029	-	-	263,029
Charges for services	1,236,381	-	-	1,236,381
Interest	109,055	22,910	17,696	149,661
In-kind contributions	556,758	-	-	556,758
Other	695,911	-	-	695,911
Total revenues	<u>18,926,037</u>	<u>1,313,398</u>	<u>4,133,024</u>	<u>24,372,459</u>
Expenditures:				
Current:				
General government	2,287,799	45,813	197,835	2,531,447
Public safety	2,047,284	-	-	2,047,284
Highways and streets	478,380	-	630,379	1,108,759
Sanitation	2,071,495	-	98,920	2,170,415
Public housing	-	-	-	-
Public transportation	840,506	-	-	840,506
Health and welfare	3,164,944	-	-	3,164,944
Culture and recreation	2,142,480	-	184	2,142,664
Economic development and assistance	1,524,413	-	-	1,524,413
In-kind expenses	556,758	-	-	556,758
Debt service:				
Principal	27,780	1,114,000	-	1,141,780
Interest and fiscal charges	-	336,756	-	336,756
Capital outlay	2,062,064	-	3,256,333	5,318,397
Total expenditures	<u>17,203,903</u>	<u>1,496,569</u>	<u>4,183,651</u>	<u>22,884,123</u>
Excess (deficiency) of revenues over (under) expenditures	1,722,134	(183,171)	(50,627)	1,488,336
Other financing sources (uses):				
Operating transfers in	3,474,203	257,113	48,173	3,779,489
Bond proceeds	-	2,000,000	-	2,000,000
Operating transfers out	(602,797)	(2,000,000)	-	(2,602,797)
Bond issuance costs	-	(23,868)	-	(23,868)
Total other financing sources (uses)	<u>2,871,406</u>	<u>233,245</u>	<u>48,173</u>	<u>3,152,824</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	4,593,540	50,074	(2,454)	4,641,160
Fund balance, beginning of year	20,049,313	3,378,997	1,780,378	25,208,688
Equity transfer in/(out)	-	-	-	-
Fund balance, end of year	<u>\$ 24,642,853</u>	<u>\$ 3,429,071</u>	<u>\$ 1,777,924</u>	<u>\$ 29,849,848</u>

The notes to the financial statements are an integral part of this statement.

NONMAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues derived from taxes or other dedicated revenue sources. They are usually required by statute, charter provision, or local ordinance to finance particular functions or activities of government. The Parish maintains the following special revenue funds:

Solid Waste Disposal Fund

The Solid Waste Disposal Fund accounts for the operation of solid waste management and disposal. Financing is provided by one quarter of one per cent sales tax imposed parishwide and user fees charged to the Parish residents.

Fire Protection District No. 2 Maintenance Fund

The Fire Protection District No. 2 Maintenance Fund accounts for the operation, maintenance and/or construction of the water distribution system within the district. Financing is provided by property taxes.

Enhanced 911 System Maintenance Fund

The Enhanced 911 System Maintenance Fund accounts for the operation and maintenance of an enhanced 911 emergency telephone system. Financing is provided by property taxes and emergency telephone service charges.

Courthouse, Jail and Public Buildings Maintenance Fund

The Courthouse, Jail and Public Buildings Maintenance Fund accounts for the operation and maintenance of the public buildings in the Parish. Financing is provided by property taxes and state revenue sharing.

Elderly and Emergency Medical Services Fund

The Elderly and Emergency Medical Services Fund accounts for the cost of providing care and assistance to the elderly persons of the Parish and the cost of providing health services to the residents of the Parish. Financing is provided by one quarter of one per cent sales tax imposed parishwide and transfers from other funds.

Parks and Recreation Fund

The Parks and Recreation Fund accounts for the cost of providing recreational facilities throughout the Parish. Financing is provided by one quarter of one per cent sales tax imposed parishwide and property taxes.

Gramercy Recreation District Fund

The Gramercy Recreation District Fund accounts for the costs incurred by the district for providing recreational facilities within the corporate limits of the Town of Gramercy. Financing is provided by property taxes, state revenue sharing, and self-generated revenues.

Parish Library Fund

The Parish Library Fund accounts for the operation and maintenance of the St. James Parish Library. Financing is provided by property taxes, federal grants, and state revenue sharing funds.

NONMAJOR SPECIAL REVENUE FUNDS

(Continued)

Consolidated Road Lighting District No. 3A Fund

The Consolidated Road Lighting District No. 3A Fund accounts for the operations and maintenance of street lights. Financing is provided by property taxes, voluntary payments in lieu of taxes, and state revenue sharing funds.

St. James Transit System Fund

The St. James Transit System Fund accounts for the operation and maintenance of the parishwide transportation program. Financing is provided by federal grants, state grants, bus fares, and transfers from other funds.

Criminal Court Fund

The Criminal Court Fund accounts for the expenditures attributable to the Twenty-Third Judicial District Court. Financing is provided by fines and forfeitures imposed by the district courts. The district is comprised of the parishes of St. James, Ascension, and Assumption. Only St. James Parish is reported in these statements.

Title III-B Medicare Improvement for Patients and Providers Act (MIPPA)

The MIPPA supports outreach and directs assistance towards Medicare beneficiaries. Funding is provided by the United States Department of Health and Human Services and is passed through the Governor's Office of Elderly Affairs.

Supplemental Senior Center Fund

The Louisiana Legislature appropriated additional money to be used to supplement the primary state grant for senior centers. The funds are distributed by the Governor's Office of Elderly Affairs. The money received is used to supplement the cost of meals for the elderly.

Audit Fund

The Audit Fund accounts for funds provided by the Governor's Office of Elderly Affairs that are restricted to use as a supplement to pay for the cost of having an annual audit of the Parish's financial statements. Audit expenditures are charged to this fund up to the amount of the GOEA subsidy.

Title III-C-2 Home Delivered Meals Fund

The Title III-C-2 Home Delivered Meals Fund accounts for the expenditures to deliver meals to those citizens who are unable to attend any one of the senior citizens' centers. Funding is provided by the United States Department of Health and Human Services and is passed through the Governor's Office of Elderly Affairs and from contributions received on the meals.

Title III-C-1 Congregate Meals Fund

The Title III-C-1 Congregate Meals Fund represents cost associated with feeding the elderly citizens at the four senior citizens' centers located throughout the Parish. Funding is provided by the United States Department of Health and Human Services and is passed through the Governor's Office of Elderly Affairs and from contributions received on the meals.

NONMAJOR SPECIAL REVENUE FUNDS

(Continued)

Title III-B Supportive Services Fund

The Title III-B Supportive Services Fund is used to pay for the administration of programs for the elderly. Funding is provided by the United States Department of Health and Human Services and is passed through the Governor's Office of Elderly Affairs.

Title III-C-1 Area Agency Administration Fund

The Title III-C-1 Area Agency Administration Fund is used to account for a portion of the costs of administering the Parish's special programs for the aging. The Governor's Office of Elderly Affairs provides the Parish with funds to help pay for the costs of administering these programs.

Title III-D Preventive Health Fund

The Title III-D Fund accounts for funds used for wellness, which include disease prevention and health promotion activities.

Title III-E NFCSP Fund (Caregiver)

The Title III-E Fund accounts for funds relating to the National Family Caregiver Support program. The program is designed to provide multifaceted systems of support services for family caregivers and for grandparents or older individuals who are relative caregivers. The program targets older, low-income individuals. Specific types of services that can be provided by this program include: Adult Day Care, Adult Health Care, Material Aid, Case Management, Personal Care, Counseling, Support Groups, Respite Care, Sitter Service, Information, and Assistance. Eligible participants include (1) adult family members, or another adult person, who provides uncompensated in-home and community care to an older person, who needs supportive services or (2) grandparents, or a person 60 years of age or older, who is related to a child by blood or marriage and (1) lives with the child, (2) is the primary caregiver, and (3) has a legal relationship to the child or is raising the child informally.

Community Services Block Grant Fund

The Community Services Block Grant (CSBG) Fund accounts for the outreach and housing programs administered by the Parish Department of Human Resources. Funding is provided by the United States Department of Health and Human Services and is passed through the Louisiana Department of Labor.

Coastal Impact Assistance Program Fund

The Coastal Impact Assistance Program Fund received funding from the U.S. Department of the Interior, Minerals Management Service, for the purchase of existing wetlands. The wetlands will be used in a Wetlands Conservation and Preservation project to protect habitat, prohibit wetlands destruction, and aid in the restoration of the Parish's and State's coastal wetlands area.

Area Agency on Aging – Parish Council on Aging Fund

The Area Agency on Aging - Parish Council on Aging Fund accounts for any expenditure associated with the feeding program for the elderly. Funding is provided by the Governor's Office of Elderly Affairs.

NONMAJOR SPECIAL REVENUE FUNDS

(Continued)

Area Agency on Aging – Nutritional Services Incentive Program Fund

The Nutritional Services Incentive Program Fund is used to account for the administration of NSIP funds provided by the Administration on Aging, U.S. Department of Health and Human Services. The funds are passed through to the Parish by the Governor's Office of Elderly Affairs. The funds are distributed to the Parish based on how many elderly meals were served in the previous year in relation to the total meals served statewide. The Parish uses the funds to supplement the cost of providing congregate and home-delivered meals to the elderly in the Parish.

Weatherization and Energy Assistance Fund

The Weatherization and Energy Assistance programs are funded by the United States Department of Energy and passed through the Louisiana Department of Urban and Community Affairs. These funds account for the labor and materials to weatherize homes.

Senior Citizens Activities Fund

The Senior Citizens Activities Fund accounts for the operation of the elderly handicrafts projects. Funds are generated from the sales of handicrafts.

Senior Center Fund

The Senior Center Fund is used to help subsidize the cost for meals at the senior citizens' centers. Funding is provided by the Governor's Office of Elderly Affairs.

Head Start Program Fund

The Head Start Program Fund accounts for the operations and maintenance of five educational centers. Funding is provided by the United States Department of Health and Human Services.

Head Start Activity Fund

The Head Start Activity Fund accounts for monies raised by the families of the Head Start children for the purpose of providing additional activities for the children such as field trips and graduation parties.

Emergency Food and Shelter Fund

The Emergency Food and Shelter Fund is used to provide emergency food vouchers to the needy families in the Parish. United Way provides the funding.

Parishwide Drainage Maintenance Fund

The Parishwide Drainage Maintenance Fund accounts for the operations and maintenance of all Parish drainage projects. Major means of financing is provided by property taxes and state revenue sharing.

Public Safety Fund

The Public Safety Fund accounts for the payment of expenditures and capital outlays for the six volunteer fire departments and the cost of providing health services to the residents of the parish. Financing is provided by property taxes.

NONMAJOR SPECIAL REVENUE FUNDS

(Continued)

St. James Youth Roc Program Fund

The Youth Roc Program Fund helps disadvantaged youth ages 16-24 engage in developmental program activities. Funds are provided by the United States Department of Labor's national Emergency Grant and the Louisiana Department of Labor, Office of Workforce Development.

Strategic Prevention Framework Fund

The Strategic Prevention Framework Fund is funded by a grant from the U.S. Department of Health and Human Services through the State of Louisiana's Strategic Prevention Framework State Incentive Grant (SPF-SIG). The goals of the SPF-SIG grant are to:

- Prevent the onset and reduce the progression of substance abuse, including childhood and underage drinking
- Reduce substance abuse related problems in communities, and
- Build prevention capacity and infrastructure at the State and community levels

Corps Network Grant Fund

The Corps Network Grant engages youth and young adults ages 16 – 25 in developmental services including educational opportunities, career preparation and the opportunity to invest in their communities. Funds are provided by the United States Department of Labor's National Emergency Grant and the Louisiana Department of Labor, Office of Workforce Development.

River Parish Youth Build Fund

The River Parish Youth Build helps low-income youth and young adults ages 16 – 24 work toward their GED or high school diploma while learning job skills by repairing and building affordable housing for homeless and low-income people. Funds are provided by the United States Department of Labor's National Emergency Grant and the Louisiana Department of Labor, Office of Workforce Development.

Wetlands Mitigation Grant Fund

The Wetlands Mitigation Fund is used to provide for the purchase, maintenance, and restoration of wetlands for future use as mitigation areas. Funding is from the Louisiana Capital Outlay Program.

St. James Parish
 Convent, Louisiana
 Nonmajor Special Revenue Funds
 Combining Balance Sheet
 December 31, 2010

	Solid Waste Disposal	Fire Protection District No.2 Maintenance	Enhanced 911 System Maintenance	Courthouse, Jail and Public Buildings Maintenance
Assets				
Cash and cash equivalents	\$ 1,433,624	\$ 46,719	\$ 298,359	\$ 1,331,443
Investments	679,068	208,846	553,977	1,106,975
Receivables (net of allowances for uncollectibles)	330,411	237,532	581,671	1,837,886
Due from other funds	61,541	-	-	206,964
Total assets	<u>\$ 2,504,644</u>	<u>\$ 493,097</u>	<u>\$ 1,434,007</u>	<u>\$ 4,483,268</u>
Liabilities and fund balance				
Liabilities:				
Accounts payable	\$ 148,360	\$ 9,456	\$ 25,230	\$ 200,984
Payroll deductions and withholdings payable	11,809	9,625	14,394	24,974
Deferred revenues	-	-	-	-
Due to other funds	-	-	70	-
Total liabilities	<u>160,169</u>	<u>19,081</u>	<u>39,694</u>	<u>225,958</u>
Fund balance				
Unreserved - undesignated	2,344,475	474,016	1,394,313	4,257,310
Total liabilities and fund balance	<u>\$ 2,504,644</u>	<u>\$ 493,097</u>	<u>\$ 1,434,007</u>	<u>\$ 4,483,268</u>

The notes to the financial statements are an integral part of this statement.

Schedule 7 (continued)

<u>Elderly & Emergency Medical Services</u>	<u>Parks and Recreation</u>	<u>Gramercy Recreation District</u>	<u>Parish Library</u>	<u>Consolidated Road Lighting District No. 3A</u>	<u>St. James Transit System</u>
\$ 257,445	\$ 638,832	\$ 57,764	\$ 2,686,257	\$ 531,944	\$ 113,025
-	940,677	-	321,485	656,549	-
301,846	398,775	187,795	1,139,886	413,052	320,582
5,731	-	-	-	-	-
<u>\$ 565,022</u>	<u>\$ 1,978,284</u>	<u>\$ 245,559</u>	<u>\$ 4,147,628</u>	<u>\$ 1,601,545</u>	<u>\$ 433,607</u>
\$ 14,470	\$ 65,044	\$ 6,028	\$ 60,850	\$ 119,151	\$ 25,464
24,604	18,803	-	18,179	4,657	14,633
-	-	-	-	-	-
-	-	-	-	-	32,079
<u>39,074</u>	<u>83,847</u>	<u>6,028</u>	<u>79,029</u>	<u>123,808</u>	<u>72,176</u>
525,948	1,894,437	239,531	4,068,599	1,477,737	361,431
<u>\$ 565,022</u>	<u>\$ 1,978,284</u>	<u>\$ 245,559</u>	<u>\$ 4,147,628</u>	<u>\$ 1,601,545</u>	<u>\$ 433,607</u>

St. James Parish
 Convent, Louisiana
 Nonmajor Special Revenue Funds
 Combining Balance Sheet
 December 31, 2010

	Criminal Court	MIPPA	Supplemental Senior Center	Audit
Assets				
Cash and cash equivalents	\$ 278,668	\$ 318	\$ -	\$ (791)
Investments	102,038	-	-	-
Receivables (net of allowances for uncollectibles)	41,508	(318)	-	791
Due from other funds	-	-	-	-
Total assets	<u>\$ 422,214</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities and fund balance				
Liabilities:				
Accounts payable	\$ 30,450	\$ -	\$ -	\$ -
Payroll deductions and withholdings payable	14,520	-	-	-
Deferred revenues	-	-	-	-
Due to other funds	46,857	-	-	-
Total liabilities	<u>91,827</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance				
Unreserved - undesignated	330,387	-	-	-
Total liabilities and fund balance	<u>\$ 422,214</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

Schedule 7 (continued)

Title III

C-2 Home Delivered Meals	C-1 Congregate Meals	B Supportive Services	C-1 Area Agency Administration	D Preventive Health	E NFCSP (Caregiver)
\$ 1,298	\$ 1,197	\$ 10,049	\$ (4,521)	\$ (621)	\$ (1,884)
-	-	-	-	-	-
9,292	4,890	4,377	7,459	1,123	3,690
-	-	-	-	-	-
<u>\$ 10,590</u>	<u>\$ 6,087</u>	<u>\$ 14,426</u>	<u>\$ 2,938</u>	<u>\$ 502</u>	<u>\$ 1,806</u>
\$ 10,590	\$ 6,087	\$ 14,426	\$ 2,938	\$ 502	\$ 1,806
-	-	-	-	-	-
-	-	-	-	-	-
<u>10,590</u>	<u>6,087</u>	<u>14,426</u>	<u>2,938</u>	<u>502</u>	<u>1,806</u>
-	-	-	-	-	-
<u>\$ 10,590</u>	<u>\$ 6,087</u>	<u>\$ 14,426</u>	<u>\$ 2,938</u>	<u>\$ 502</u>	<u>\$ 1,806</u>

St. James Parish
 Convent, Louisiana
 Nonmajor Special Revenue Funds
 Combining Balance Sheet
 December 31, 2010

	Community Services Block Grant	Coastal Impact Assistance Program	Area Agency on Aging	
			Parish Council on Aging	Nutritional Services Incentive Program
Assets				
Cash and cash equivalents	\$ 19,777	\$ 1,300	\$ 20,083	\$ 10,411
Investments	-	-	-	-
Receivables (net of allowances for uncollectibles)	5,734	-	-	-
Due from other funds	-	-	-	-
Total assets	<u>\$ 25,511</u>	<u>\$ 1,300</u>	<u>\$ 20,083</u>	<u>\$ 10,411</u>
Liabilities and fund balance				
Liabilities:				
Accounts payable	\$ 5,370	\$ -	\$ -	\$ -
Payroll deductions and withholdings payable	-	-	-	-
Deferred revenues	37	-	20,083	10,411
Due to other funds	20,104	500	-	-
Total liabilities	<u>25,511</u>	<u>500</u>	<u>20,083</u>	<u>10,411</u>
Fund balance				
Unreserved - undesignated	-	800	-	-
Total liabilities and fund balance	<u>\$ 25,511</u>	<u>\$ 1,300</u>	<u>\$ 20,083</u>	<u>\$ 10,411</u>

The notes to the financial statements are an integral part of this statement.

Schedule 7 (continued)

<u>Weatherization</u>	<u>Energy Assistance</u>	<u>Senior Citizens Activities</u>	<u>Senior Center Fund</u>	<u>Head Start Program</u>	<u>Head Start Activity</u>
\$ 17,634	\$ 122,229	\$ 24,078	\$ 2,558	\$ 1,166	\$ 12,941
-	-	-	-	-	-
36,471	26,633	-	-	17,508	-
-	-	-	-	5,000	-
<u>\$ 54,105</u>	<u>\$ 148,862</u>	<u>\$ 24,078</u>	<u>\$ 2,558</u>	<u>\$ 23,674</u>	<u>\$ 12,941</u>
\$ 16,038	\$ 15,056	\$ -	\$ -	\$ 5,361	\$ 2,806
-	-	-	-	11,290	-
24,540	63,806	-	2,558	5,000	-
13,527	70,000	-	-	2,023	5,000
<u>54,105</u>	<u>148,862</u>	<u>-</u>	<u>2,558</u>	<u>23,674</u>	<u>7,806</u>
-	-	24,078	-	-	5,135
<u>\$ 54,105</u>	<u>\$ 148,862</u>	<u>\$ 24,078</u>	<u>\$ 2,558</u>	<u>\$ 23,674</u>	<u>\$ 12,941</u>

St. James Parish
 Convent, Louisiana
 Nonmajor Special Revenue Funds
 Combining Balance Sheet
 December 31, 2010

	<u>Emergency Food and Shelter</u>	<u>Parishwide Drainage Maintenance</u>	<u>Public Safety</u>	<u>St. James Youth Roc Program</u>
Assets				
Cash and cash equivalents	\$ 641	\$ 1,566,281	\$ 679,270	\$ 4,921
Investments	-	1,226,119	1,436,360	-
Receivables (net of allowances for uncollectibles)	-	1,091,841	1,439,071	-
Due from other funds	-	-	-	-
Total assets	<u>\$ 641</u>	<u>\$ 3,884,241</u>	<u>\$ 3,554,701</u>	<u>\$ 4,921</u>
Liabilities and fund balance				
Liabilities:				
Accounts payable	\$ -	\$ 87,177	\$ 100,673	\$ 4,392
Payroll deductions and withholdings payable	-	14,655	-	-
Deferred revenues	(359)	-	-	529
Due to other funds	1,000	-	-	-
Total liabilities	<u>641</u>	<u>101,832</u>	<u>100,673</u>	<u>4,921</u>
Fund balance				
Unreserved - undesignated	-	3,782,409	3,454,028	-
Total liabilities and fund balance	<u>\$ 641</u>	<u>\$ 3,884,241</u>	<u>\$ 3,554,701</u>	<u>\$ 4,921</u>

The notes to the financial statements are an integral part of this statement.

Schedule 7 (concluded)

<u>Strategic Prevention Framework</u>	<u>Corps Network Grant</u>	<u>River Parish Youth Build</u>	<u>Wetlands Mitigation</u>	<u>Total</u>
\$ 6,466	\$ -	\$ 22,844	\$ 7,719	\$ 10,199,444
-	-	-	-	7,232,094
74,095	-	1,796	-	8,515,397
-	-	-	500	279,736
<u>\$ 80,561</u>	<u>\$ -</u>	<u>\$ 24,640</u>	<u>\$ 8,219</u>	<u>\$ 26,226,671</u>
\$ 5,182	\$ -	\$ 428	\$ -	\$ 984,319
2,586	-	-	-	184,729
8,271	-	4,294	-	139,170
64,522	-	19,918	-	275,600
<u>80,561</u>	<u>-</u>	<u>24,640</u>	<u>-</u>	<u>1,583,818</u>
-	-	-	8,219	24,642,853
<u>\$ 80,561</u>	<u>\$ -</u>	<u>\$ 24,640</u>	<u>\$ 8,219</u>	<u>\$ 26,226,671</u>

St. James Parish
 Convent, Louisiana
 Nonmajor Special Revenue Funds
 Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 For the year ended December 31, 2010

	Solid Waste Disposal	Fire Protection District No. 2 Maintenance	Enhanced 911 System Maintenance	Courthouse, Jail, and Public Buildings Maintenance
Revenues:				
Taxes:				
Property	\$ -	\$ 242,222	\$ 473,277	\$ 1,883,880
Sales and use	1,522,166	-	-	-
Intergovernmental:				
Federal	14,623	2,396	86,183	50,103
State	116,831	-	-	46,771
Local	61	51	11,142	164
Fines and forfeits	-	-	-	-
Charges for services	854,147	-	227,456	-
Interest	15,199	2,632	6,664	15,916
In-kind contributions	-	-	-	-
Other revenues	39,506	2,484	127,418	98,851
Total revenues	<u>2,562,533</u>	<u>249,785</u>	<u>932,140</u>	<u>2,095,685</u>
Expenditures:				
Current:				
General government	-	-	-	1,596,223
Public safety	-	222,764	594,453	-
Highways and streets	-	-	-	-
Sanitation	2,071,495	-	-	-
Public transportation	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Economic development and assistance	-	-	-	-
In-kind expenses	-	-	-	-
Debt Service:				
Principal	-	-	-	27,780
Interest	-	-	-	-
Capital outlay	163,994	-	401,253	623,427
Total expenditures	<u>2,235,489</u>	<u>222,764</u>	<u>995,706</u>	<u>2,247,430</u>
Excess (deficiency) of revenues over (under) expenditures	327,044	27,021	(63,566)	(151,745)
Other financing sources (uses):				
Operating transfers in	-	-	115,530	200,200
Proceeds from certificates of indebtedness	-	-	-	-
Operating transfers out	-	(20,000)	-	-
Total other financing sources (uses)	<u>-</u>	<u>(20,000)</u>	<u>115,530</u>	<u>200,200</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	327,044	7,021	51,964	48,455
Fund balance, beginning of year	2,017,431	466,995	1,342,349	4,208,855
Equity transfer in/(out)	-	-	-	-
Fund balance, end of year	<u>\$ 2,344,475</u>	<u>\$ 474,016</u>	<u>\$ 1,394,313</u>	<u>\$ 4,257,310</u>

The notes to the financial statements are an integral part of this statement.

Schedule 8 (continued)

<u>Elderly & Emergency Medical Services</u>	<u>Parks and Recreation</u>	<u>Gramercy Recreation District</u>	<u>Parish Library</u>	<u>Consolidated Road Lighting District No. 3A</u>	<u>St. James Transit System</u>
\$ -	\$ 122,839	\$ 193,591	\$ 1,136,672	\$ 327,323	\$ -
1,522,166	1,522,166	-	-	-	-
-	3,238	-	26,000	96,389	768,934
324	-	4,982	40,417	4,747	-
136	111	-	128	27	15,520
-	-	-	2,586	-	-
-	17,706	4,501	13,570	-	119,001
436	11,701	176	6,753	12,717	64
-	-	-	-	-	-
982	80,276	10,582	37,897	3,869	4,755
<u>1,524,044</u>	<u>1,758,037</u>	<u>213,832</u>	<u>1,264,023</u>	<u>445,072</u>	<u>908,274</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	478,380	-
-	-	-	-	-	840,506
1,512,064	-	-	-	-	-
-	1,101,622	174,596	866,262	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	229,503	24,687	229,025	-	330,817
<u>1,512,064</u>	<u>1,331,125</u>	<u>199,283</u>	<u>1,095,287</u>	<u>478,380</u>	<u>1,171,323</u>
11,980	426,912	14,549	168,736	(33,308)	(263,049)
366,712	-	-	2,000,000	-	337,000
-	-	-	-	-	-
-	-	-	(23,868)	-	-
<u>366,712</u>	<u>-</u>	<u>-</u>	<u>1,976,132</u>	<u>-</u>	<u>337,000</u>
378,692	426,912	14,549	2,144,868	(33,308)	73,951
147,256	1,467,525	224,982	1,923,731	1,511,045	287,480
-	-	-	-	-	-
<u>\$ 525,948</u>	<u>\$ 1,894,437</u>	<u>\$ 239,531</u>	<u>\$ 4,068,599</u>	<u>\$ 1,477,737</u>	<u>\$ 361,431</u>

St. James Parish
 Convent, Louisiana
 Nonmajor Special Revenue Funds
 Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 For the year ended December 31, 2010

	Criminal Court	MIPPA	Supplemental Senior Center	Audit
Revenues:				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Sales and use	-	-	-	-
Intergovernmental:				
Federal	-	1,645	-	-
State	27,429	-	2,100	791
Local	35,010	-	-	-
Fines and forfeits	260,443	-	-	-
Charges for services	-	-	-	-
Interest	1,473	-	-	-
In-kind contributions	-	-	-	-
Other revenues	174,106	(515)	1,050	-
Total revenues	<u>498,461</u>	<u>1,130</u>	<u>3,150</u>	<u>791</u>
Expenditures:				
Current:				
General government	691,428	-	-	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Public transportation	-	-	-	-
Health and welfare	-	1,130	2,100	791
Culture and recreation	-	-	-	-
Economic development and assistance	-	-	-	-
In-kind expenses	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>691,428</u>	<u>1,130</u>	<u>2,100</u>	<u>791</u>
Excess (deficiency) of revenues over (under) expenditures	(192,967)	-	1,050	-
Other financing sources (uses):				
Operating transfers in	271,020	-	-	-
Proceeds from certificates of indebtedness	-	-	-	-
Operating transfers out	-	-	(1,050)	-
Total other financing sources (uses)	<u>271,020</u>	<u>-</u>	<u>(1,050)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	78,053	-	-	-
Fund balance, beginning of year	252,334	-	-	-
Equity transfer in/(out)	-	-	-	-
Fund balance, end of year	<u>\$ 330,387</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

Schedule 8 (continued)

Title III					
C-2 Home Delivered Meals	C-1 Congregate Meals	B Supportive Services	C-1 Area Agency Administration	D Preventive Health	E NFCSP (Caregiver)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
15,624	23,400	25,497	7,170	4,847	10,758
21,724	5,891	4,242	3,112	1,000	2,865
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
18,131	12,867	4,449	4,104	(1,854)	(5,422)
<u>55,479</u>	<u>42,158</u>	<u>34,188</u>	<u>14,386</u>	<u>3,993</u>	<u>8,201</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
86,009	58,437	36,018	14,386	3,993	14,791
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>86,009</u>	<u>58,437</u>	<u>36,018</u>	<u>14,386</u>	<u>3,993</u>	<u>14,791</u>
(30,530)	(16,279)	(1,830)	-	-	(6,590)
30,530	16,279	1,830	-	-	6,590
-	-	-	-	-	-
<u>30,530</u>	<u>16,279</u>	<u>1,830</u>	<u>-</u>	<u>-</u>	<u>6,590</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

St. James Parish
Convent, Louisiana
Nonmajor Special Revenue Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the year ended December 31, 2010

	Community Services Block Grant	Coastal Impact Assistance Program	Area Agency on Aging	
			Parish Council on Aging	Nutritional Services Incentive Program
Revenues:				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ -
Sales and use	-	-	-	-
Intergovernmental:				
Federal	252,228	-	-	42,921
State	-	-	37,500	-
Local	-	-	-	-
Fines and forfeits	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
In-kind contributions	-	-	-	-
Other revenues	6,997	-	750	3,579
Total revenues	<u>259,225</u>	<u>-</u>	<u>38,250</u>	<u>46,500</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Public transportation	-	-	-	-
Health and welfare	259,225	-	19,500	24,979
Culture and recreation	-	-	-	-
Economic development and assistance	-	-	-	-
In-kind expenses	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>259,225</u>	<u>-</u>	<u>19,500</u>	<u>24,979</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	18,750	21,521
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Proceeds from certificates of indebtedness	-	-	-	-
Operating transfers out	-	-	(18,750)	(21,521)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(18,750)</u>	<u>(21,521)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	-	-
Fund balance, beginning of year	-	800	-	-
Equity transfer in/(out)	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

Schedule 8 (continued)

<u>Weatherization</u>	<u>Energy Assistance</u>	<u>Senior Citizens Activities</u>	<u>Senior Center Fund</u>	<u>Head Start Program</u>	<u>Head Start Activity</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
146,246	338,707	-	-	1,482,895	-
-	-	-	26,967	-	-
-	-	-	-	8,006	-
-	-	-	-	-	-
-	-	13	-	3	6
(18,043)	-	46,261	13,060	391,374	-
<u>128,203</u>	<u>338,707</u>	<u>46,274</u>	<u>40,027</u>	<u>1,894,663</u>	<u>9,460</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
128,203	338,707	43,867	26,119	-	-
-	-	-	-	1,503,289	21,124
-	-	-	-	391,374	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>128,203</u>	<u>338,707</u>	<u>43,867</u>	<u>26,119</u>	<u>1,894,663</u>	<u>21,124</u>
-	-	2,407	13,908	-	(11,658)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(13,908)	-	-
-	-	-	<u>(13,908)</u>	-	-
-	-	2,407	-	-	(11,658)
-	-	21,671	-	-	16,793
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,078</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,135</u>

St. James Parish
 Convent, Louisiana
 Nonmajor Special Revenue Funds
 Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 For the year ended December 31, 2010

	Emergency Food and Shelter	Parishwide Drainage Maintenance	Public Safety	St. James Youth Roc Program
Revenues:				
Taxes:				
Property	\$ -	\$ 1,129,010	\$ 1,491,745	\$ -
Sales and use	-	-	-	-
Intergovernmental:				
Federal	12,743	22,530	-	70,079
State	-	18,344	-	-
Local	-	75	12,050	-
Fines and forfeits	-	-	-	-
Charges for services	-	-	-	-
Interest	-	17,146	18,143	-
In-kind contributions	-	-	-	-
Other revenues	181	5,352	513	(529)
Total revenues	<u>12,924</u>	<u>1,192,457</u>	<u>1,522,451</u>	<u>69,550</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	557,684	672,383	-
Highways and streets	-	-	-	-
Sanitation	-	-	-	-
Public transportation	-	-	-	-
Health and welfare	12,924	-	-	69,550
Culture and recreation	-	-	-	-
Economic development and assistance	-	-	-	-
In-kind expenses	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	53,348	-	-
Total expenditures	<u>12,924</u>	<u>611,032</u>	<u>672,383</u>	<u>69,550</u>
Excess (deficiency) of revenues over (under) expenditures	-	581,425	850,068	-
Other financing sources (uses):				
Operating transfers in	-	-	20,000	-
Proceeds from certificates of indebtedness	-	-	-	-
Operating transfers out	-	-	(503,700)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(483,700)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	581,425	366,368	-
Fund balance, beginning of year	-	3,200,984	3,087,660	-
Equity transfer in/(out)	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 3,782,409</u>	<u>\$ 3,454,028</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

Schedule 8 (concluded)

Strategic Prevention Framework	Corps Network Grant	River Parish Youth Build	Wetlands Mitigation	Total
\$ -	\$ -	\$ -	\$ -	\$ 7,000,559
-	-	-	-	4,566,498
197,453	653	346,051	-	4,049,313
-	-	-	-	366,037
15	-	-	-	82,496
-	-	-	-	263,029
-	-	-	-	1,236,381
-	-	-	13	109,055
44,947	-	120,437	-	556,758
2,268	-	141	-	695,911
<u>244,683</u>	<u>653</u>	<u>466,629</u>	<u>13</u>	<u>18,926,037</u>
-	-	-	148	2,287,799
-	-	-	-	2,047,284
-	-	-	-	478,380
-	-	-	-	2,071,495
-	-	-	-	840,506
199,736	-	312,415	-	3,164,944
-	-	-	-	2,142,480
-	-	-	-	1,524,413
44,947	-	120,437	-	556,758
-	-	-	-	27,780
-	-	-	-	-
-	-	6,010	-	2,062,064
<u>244,683</u>	<u>-</u>	<u>438,862</u>	<u>148</u>	<u>17,203,903</u>
-	653	27,767	(135)	1,722,134
-	46,044	62,468	-	3,474,203
-	-	-	-	-
-	-	-	-	(602,797)
<u>-</u>	<u>46,044</u>	<u>62,468</u>	<u>-</u>	<u>2,871,406</u>
-	46,697	90,235	(135)	4,593,540
-	(46,697)	(90,235)	8,354	20,049,313
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,219</u>	<u>\$ 24,642,853</u>

NONMAJOR DEBT SERVICE FUNDS

The debt service funds are used to account for the accumulation of general obligation bonds principal and interest from governmental resources. Revenues for the debt service funds are provided by property taxes, sales taxes, and interest on investments. The Parish maintains the following debt service funds:

Certificates of Indebtedness Fund

The Certificates of Indebtedness Fund accounts for the retirement of \$235,000 Certificates of Indebtedness, Series 2000, and \$500,000 Certificates of Indebtedness, Series 2003. The certificates were issued for improvements to the 911 emergency telephone system, the purchase of transit buses for use in the Head Start Program, and the purchase of land, recreational facilities and equipment for the Parish recreation program. Financing is provided from excess revenues of the Enhanced 911 System Maintenance Fund, the St. James Parish Transit System Fund, and the Parks and Recreation Fund. This fund also accounts for the retirement of \$123,000 Tax Limited Certificates of Indebtedness, Series 2007, and \$180,000 of Tax Limited Certificates of Indebtedness, Series 2008, both of which were issued to the purchase of fire fighting equipment for two volunteer fire departments.

Consolidated General Obligation Bonds Fund

The Consolidated General Obligation Bonds Fund accounts for the property tax levies needed to comply with the interest and principal redemption requirements of the General Obligation Refunding Bonds, Series 2004 issue, the General Obligation Bonds, Series 2005 issue, and the General Obligation Bonds, Series 2007 issue.

St. James Parish
 Convent, Louisiana
 Nonmajor Debt Service Funds
 Combining Balance Sheet
 December 31, 2010

	Certificates of Indebtedness	Consolidated General Obligation Bonds	Total
Assets			
Cash and cash equivalents	\$ 4,439	\$ 309,176	\$ 313,615
Investments	-	1,909,099	1,909,099
Receivables (net of allowances for collectibles)	-	1,245,993	1,245,993
Total assets	<u>\$ 4,439</u>	<u>\$ 3,464,268</u>	<u>\$ 3,468,707</u>
Liabilities and fund balance			
Liabilities:			
Accounts payable	\$ -	\$ 39,536	\$ 39,536
Due to other funds	100	-	100
Total liabilities	<u>100</u>	<u>39,536</u>	<u>39,636</u>
Fund balance:			
Reserved for debt service	4,339	3,424,732	3,429,071
Unreserved - undesignated	-	-	-
Total fund balance	<u>4,339</u>	<u>3,424,732</u>	<u>3,429,071</u>
Total liabilities and fund balance	<u>\$ 4,439</u>	<u>\$ 3,464,268</u>	<u>\$ 3,468,707</u>

The notes to the financial statements are an integral part of this statement.

St. James Parish
 Convent, Louisiana
 Nonmajor Debt Service Funds
 Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 For the year ended December 31, 2010

	<u>Certificates of Indebtedness</u>	<u>Consolidated General Obligation Bonds</u>	<u>Total</u>
Revenues			
Taxes:			
Property	\$ -	\$ 1,290,488	\$ 1,290,488
Interest	-	22,910	22,910
Other	-	-	-
Total revenues	<u>-</u>	<u>1,313,398</u>	<u>1,313,398</u>
Expenditures:			
Current:			
General government:			
Financial administration	-	45,813	45,813
Debt service:			
Principal	209,000	905,000	1,114,000
Interest and fiscal charges	24,178	312,578	336,756
Total expenditures	<u>233,178</u>	<u>1,263,391</u>	<u>1,496,569</u>
Excess (deficiency) of revenues over (under) expenditures	(233,178)	50,007	(183,171)
Other financing sources (uses):			
Operating transfers in	257,113	-	257,113
Bond proceeds	2,000,000	-	2,000,000
Operating transfers out	(2,000,000)	-	(2,000,000)
Cost of issuance	(23,868)	-	(23,868)
Total other financing sources (uses)	<u>233,245</u>	<u>-</u>	<u>233,245</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	67	50,007	50,074
Fund balance, beginning of year	4,272	3,374,725	3,378,997
Equity transfer out	-	-	-
Fund balance, end of year	<u>\$ 4,339</u>	<u>\$ 3,424,732</u>	<u>\$ 3,429,071</u>

The notes to the financial statements are an integral part to this statement.

Schedule 10

NONMAJOR CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds. The following are the Parish's capital projects funds:

Parishwide Sewer Construction Fund

The Parishwide Sewer Construction Fund accounts for expenditures associated with the proposed construction of a parishwide sewer system. The program was financed by the United States Environmental Protection Agency (75%) and the St. James Parish Council (25%) through the sale of general obligation bonds. The program consisted of three phases of which two phases have been completed. Actual construction on the third phase has not yet begun.

LCDBG Road Improvement Fund

The LCDBG Road Improvement Fund accounts for parishwide road improvements funded with a Louisiana Community Development Block Grant. Funding is provided from the State of Louisiana, Division of Administration, Office of Community Development.

LCDBG Sewer Construction Fund

The LCDBG Sewer Construction Fund is used to account for expenditures associated with the development and construction of a community sewerage treatment and disposal system funded with a Louisiana Community Development Block Grant. Funding is provided from the State of Louisiana, Division of Administration, Office of Community Development.

District V Recreation Construction Fund

The District V Recreation Construction Fund accounts for the construction of a multi-purpose building for the District V Recreation District. Funding was provided by the sale of general obligation bonds in the amount of \$1,700,000.

Hazard Mitigation Grant Fund

The Hazard Mitigation Grant Fund accounts for projects that help localized drainage improvements, and building retrofitting and hardening. Funding is provided by FEMA through the State of Louisiana, Governor's Office of Homeland Security and Emergency Preparedness.

CDBG Disaster Recovery Fund

The CDBG Disaster Recovery Fund accounts for projects relating to hurricane disaster recovery. Funding is provided from the State of Louisiana, Division of Administration, Office of Community Development.

St. James Parish
 Convent, Louisiana
 Nonmajor Capital Projects Funds
 Combining Balance Sheet
 December 31, 2010

	<u>Parishwide Sewer Construction</u>	<u>LCDBG Road Improvement</u>	<u>LCDBG Sewer Construction</u>	<u>District V Recreation Construction</u>
Assets				
Cash and cash equivalents	\$ 150,152	\$ 323,802	\$ 24	\$ 375,382
Investments	255,682	-	-	1,044,375
Receivables	54,781	-	-	-
Due from other funds	24	-	-	-
Total assets	<u><u>\$ 460,639</u></u>	<u><u>\$ 323,802</u></u>	<u><u>\$ 24</u></u>	<u><u>\$ 1,419,757</u></u>
Liabilities and fund balance				
Liabilities:				
Accounts payable	\$ 38,257	\$ 529	\$ -	\$ -
Due to other funds	-	357,476	24	-
Total liabilities	<u><u>38,257</u></u>	<u><u>358,005</u></u>	<u><u>24</u></u>	<u><u>-</u></u>
Fund balance:				
Unreserved	<u>422,382</u>	<u>(34,203)</u>	<u>-</u>	<u>1,419,757</u>
Total liabilities and fund balance	<u><u>\$ 460,639</u></u>	<u><u>\$ 323,802</u></u>	<u><u>\$ 24</u></u>	<u><u>\$ 1,419,757</u></u>

The notes to the financial statements are an integral part of this statement.

Schedule 11

Hazard Mitigation Grant Program	CDBG Disaster Recovery	Total
\$ 805	\$ 100	\$ 850,265
-	-	1,300,057
235,376	20,926	311,083
-	-	24
<u>\$ 236,181</u>	<u>\$ 21,026</u>	<u>\$ 2,461,429</u>
\$ 59,329	\$ 20,926	\$ 119,041
206,864	100	564,464
<u>266,193</u>	<u>21,026</u>	<u>683,505</u>
<u>(30,012)</u>	<u>-</u>	<u>1,777,924</u>
<u>\$ 236,181</u>	<u>\$ 21,026</u>	<u>\$ 2,461,429</u>

St. James Parish
 Convent, Louisiana
 Nonmajor Capital Projects Funds
 Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
 For the year ended December 31, 2010

	Parishwide Sewer Construction	LCDBG Road Improvement	LCDBG Sewer Construction
Revenues:			
Intergovernmental:			
Federal	\$ 93,687	\$ 573,440	\$ -
State	3,000,023	-	-
Interest	3,227	-	-
Other revenue	-	-	-
Total revenues	<u>3,096,937</u>	<u>573,440</u>	<u>-</u>
Expenditures:			
Current:			
General government	-	-	-
Public Safety	-	-	-
Highways and streets	-	630,379	-
Sanitation	98,920	-	-
Culture and recreation	-	-	-
Capital outlay	2,998,582	-	-
Total expenditures	<u>3,097,502</u>	<u>630,379</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(565)	(56,939)	-
Other financing sources (uses):			
Operating transfers in	-	48,173	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>48,173</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(565)	(8,766)	-
Fund balance, beginning of year	422,947	(25,437)	-
Fund balance, end of year	<u>\$ 422,382</u>	<u>\$ (34,203)</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

District V Recreation Construction	Hazard Mitigation Grant Program	CDBG Disaster Recovery	Total
\$ 123,000	\$ 304,252	\$ 20,926	\$ 1,115,305
-	-	-	3,000,023
14,469	-	-	17,696
-	-	-	-
<u>137,469</u>	<u>304,252</u>	<u>20,926</u>	<u>4,133,024</u>
-	176,909	20,926	197,835
-	-	-	-
-	-	-	630,379
-	-	-	98,920
184	-	-	184
123,000	134,751	-	3,256,333
<u>123,184</u>	<u>311,660</u>	<u>20,926</u>	<u>4,183,651</u>
14,285	(7,408)	-	(50,627)
-	-	-	48,173
-	-	-	-
-	-	-	48,173
14,285	(7,408)	-	(2,454)
1,405,472	(22,604)	-	1,780,378
<u>\$ 1,419,757</u>	<u>\$ (30,012)</u>	<u>\$ -</u>	<u>\$ 1,777,924</u>

ST. JAMES PARISH
Convent, Louisiana
Schedule of Compensation Paid
Parish Council Members and Parish President
For the Year Ended December 31, 2010

PARISH COUNCIL

Wilson F. Malbrough, Jr., Chairman	\$ 13,246
Jason P. Amato	13,200
Elwyn R. Bocz	13,200
Kendricks J. Brass	13,200
James M. Brazan	13,200
Charles D. Ketchens	13,200
Ralph A. Patin, Jr.	14,354
Dale J. Hymel, Jr., Parish President	<u>139,620</u>
 Total	 <u>\$233,220</u>

The notes to the financial statements are an integral part of this statement.

Schedule 13

St. James Parish
 Convent, Louisiana
 Schedule of Program Revenues, Expenditures and Changes in Fund Balance
 Contracts and Grants Provided Through the Louisiana Governor's Office of Elderly Affairs (GOEA)
 For the year ended December 31, 2010

	Title III-B			C-1 Congregate Meals		
	For the 6 months ended			For the 6 months ended		
	06/30/10	12/31/10	Total	06/30/10	12/31/10	Total
Revenues:						
Intergovernmental:						
GOEA:						
Supportive Services	\$ 17,873	\$ 11,865	\$ 29,738	\$ -	\$ -	\$ -
Area Agency Administration	5,842	4,440	10,282	-	-	-
Title III D	1,333	1,800	3,133	-	-	-
ARRA Title III D	-	2,714	2,714	-	-	-
Title III E	7,433	6,190	13,623	-	-	-
MIPPA	1,130	515	1,645	-	-	-
Audit	791	-	791	-	-	-
Miscellaneous	1,051	1,050	2,101	-	-	-
Senior Center	-	-	-	-	-	-
C-1 Congregate Meals	-	-	-	14,145	12,830	26,975
ARRA Congregate Meals	-	-	-	1,830	486	2,316
C-2 Home Delivered Meals	-	-	-	-	-	-
ARRA Home Delivered Meals	-	-	-	-	-	-
Parish Council on Aging	-	-	-	-	-	-
Nutritional Services Incentive Program	-	-	-	-	-	-
Deferred revenue	-	15,592	15,592	-	(6,547)	(6,547)
Program service fee:						
Other	(14,496)	716	(13,780)	7,433	-	7,433
Sales of meals	-	-	-	6,095	5,886	11,981
Total revenues	20,957	44,882	65,839	29,503	12,655	42,158
Expenditures:						
Meals	675	1,425	2,100	23,705	32,416	56,121
ARRA Meals	-	-	-	486	1,830	2,316
Distributed administrative costs	4,379	9,550	13,929	-	-	-
Information and Assistance	2,521	7,383	9,904	-	-	-
Outreach	1,042	2,040	3,082	-	-	-
Other Priority Services	2,941	8,614	11,555	-	-	-
Recreation	2,269	6,645	8,914	-	-	-
Med Alert	747	756	1,503	-	-	-
ARRA Medication Management	-	267	267	-	-	-
Group Respite	(3,348)	-	(3,348)	-	-	-
Legal assistance	-	1,500	1,500	-	-	-
Other costs	1,254	21,668	22,922	-	-	-
ARRA Other costs	-	881	881	-	-	-
Total expenditures	12,480	60,729	73,209	24,191	34,246	58,437
Excess (deficiency) of revenues over expenditures	8,477	(15,847)	(7,370)	5,312	(21,591)	(16,279)
Other financing sources (uses):						
Operating transfers in	-	8,420	8,420	-	16,279	16,279
Operating transfers out	-	(1,050)	(1,050)	-	-	-
Total other financing sources (uses)	-	7,370	7,370	-	16,279	16,279
Excess (deficiency) of revenues and other sources over expenditures	8,477	(8,477)	-	5,312	(5,312)	-
Fund balance, beginning of period	-	8,477	-	-	5,312	-
Fund balance, end of period	\$ 8,477	\$ -	\$ -	\$ 5,312	\$ -	\$ -

The notes to the financial statements are an integral part of this statement.

Schedule 14 (continued)

C-2 Home Delivered Meals			Senior Center			Parish Council on Aging		
For the 6 months ended			For the 6 months ended			For the 6 months ended		
06/30/10	12/31/10	Total	06/30/10	12/31/10	Total	06/30/10	12/31/10	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,660	\$ -	\$ 3,660
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	4,780	-	4,780
-	-	-	-	-	-	-	-	-
-	-	-	13,059	13,908	26,967	-	-	-
-	-	-	-	-	-	-	-	-
18,621	17,803	36,424	-	-	-	-	-	-
771	153	924	-	-	-	-	-	-
-	-	-	-	-	-	10,310	18,750	29,060
-	(5,534)	(5,534)	-	(3,331)	(3,331)	-	(19,987)	(19,987)
8,225	-	8,225	16,391	-	16,391	20,737	-	20,737
7,503	7,937	15,440	-	-	-	-	-	-
<u>35,120</u>	<u>20,359</u>	<u>55,479</u>	<u>29,450</u>	<u>10,577</u>	<u>40,027</u>	<u>39,487</u>	<u>(1,237)</u>	<u>38,250</u>
31,531	53,554	85,085	21,519	4,600	26,119	12,056	(4,396)	7,660
153	771	924	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	8,180	-	8,180
-	-	-	-	-	-	3,660	-	3,660
-	-	-	-	-	-	-	-	-
<u>31,684</u>	<u>54,325</u>	<u>86,009</u>	<u>21,519</u>	<u>4,600</u>	<u>26,119</u>	<u>23,896</u>	<u>(4,396)</u>	<u>19,500</u>
3,436	(33,966)	(30,530)	7,931	5,977	13,908	15,591	3,159	18,750
-	30,530	30,530	-	-	-	-	-	-
-	-	-	-	(13,908)	(13,908)	-	(18,750)	(18,750)
-	<u>30,530</u>	<u>30,530</u>	-	<u>(13,908)</u>	<u>(13,908)</u>	-	<u>(18,750)</u>	<u>(18,750)</u>
3,436	(3,436)	-	7,931	(7,931)	-	15,591	(15,591)	-
-	3,436	-	-	7,931	-	-	15,591	-
<u>\$ 3,436</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,931</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,591</u>	<u>\$ -</u>	<u>\$ -</u>

Schedule 14 (continued)

St. James Parish
 Convent, Louisiana
 Schedule of Program Revenues, Expenditures and Changes in Fund Balance
 Contracts and Grants Provided Through the Louisiana Governor's Office of Elderly Affairs (GOEA)
 For the year ended December 31, 2010

	<u>Nutritional Services Incentive Program</u>			Totals
	<u>For the 6 months ended</u>			
	<u>06/30/10</u>	<u>12/31/10</u>	<u>Total</u>	
Revenues:				
Intergovernmental:				
GOEA:				
Supportive Services	\$ -	\$ -	\$ -	\$ 33,398
Area Agency Administration	-	-	-	10,282
Title III D	-	-	-	3,133
ARRA Title III D	-	-	-	2,714
Title III E	-	-	-	18,403
MIPPA	-	-	-	1,645
Audit	-	-	-	791
Miscellaneous	-	-	-	2,101
Senior Center	-	-	-	26,967
C-1 Congregate Meals	-	-	-	26,975
ARRA Congregate Meals	-	-	-	2,316
C-2 Home Delivered Meals	-	-	-	36,424
ARRA Home Delivered Meals	-	-	-	924
Parish Council on Aging	-	-	-	29,060
Nutritional Services Incentive Program	32,265	10,656	42,921	42,921
Deferred revenue	-	(844)	(844)	(20,651)
Program service fee:				
Other	4,423	-	4,423	43,429
Sales of meals	-	-	-	27,421
Total revenues	<u>36,688</u>	<u>9,812</u>	<u>46,500</u>	<u>288,253</u>
Expenditures:				
Meals	9,500	15,479	24,979	202,064
ARRA Meals	-	-	-	3,240
Distributed administrative costs	-	-	-	13,929
Information and Assistance	-	-	-	9,904
Outreach	-	-	-	3,082
Other Priority Services	-	-	-	11,555
Recreation	-	-	-	8,914
Med Alert	-	-	-	1,503
ARRA Medication Management	-	-	-	267
Group Respite	-	-	-	4,832
Legal assistance	-	-	-	1,500
Other costs	-	-	-	26,582
ARRA Other costs	-	-	-	881
Total expenditures	<u>9,500</u>	<u>15,479</u>	<u>24,979</u>	<u>288,253</u>
Excess (deficiency) of revenues over expenditures	27,188	(5,667)	21,521	-
Other financing sources (uses):				
Operating transfers in	-	-	-	55,229
Operating transfers out	-	(21,521)	(21,521)	(55,229)
Total other financing sources (uses)	<u>-</u>	<u>(21,521)</u>	<u>(21,521)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures	27,188	(27,188)	-	-
Fund balance, beginning of period	-	27,188	-	-
Fund balance, end of period	<u>\$ 27,188</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

Schedule 14 (concluded)

St. James Parish
Schedule of Program Expenditures - Budget vs. Actual
Contracts and Grants Provided Through the Louisiana Governor's Office of Elderly Affairs (GOEA)
For the year ended December 31, 2010

	Budget	Actual	Variance Favorable (Unfavorable)
Title III B - Supportive Services			
Distributed administrative costs	\$ -	\$ -	\$ -
Information and assistance	9,000	9,904	(904)
Legal assistance	1,500	1,500	-
Outreach	1,500	1,652	(152)
Other priority services	10,300	11,555	(1,255)
Recreation	7,900	8,914	(1,014)
Med alert	1,200	1,503	(303)
Public education	900	990	(90)
Total	<u>32,300</u>	<u>36,018</u>	<u>(3,718)</u>
Title III C - Area Agency Administration			
Distributed administrative costs	12,600	13,929	(1,329)
Other professional fees	800	791	9
Office supplies	200	157	43
Outreach	1,600	1,430	170
Total	<u>15,200</u>	<u>16,307</u>	<u>(1,107)</u>
Title III D - Preventive Health			
Medication management	900	122	778
Wellness	2,500	2,723	(223)
ARRA Medication management	600	267	333
ARRA Wellness	1,800	881	919
Total	<u>5,800</u>	<u>3,993</u>	<u>1,807</u>
Title III E - Caregiver			
Public education	-	109	(109)
Group respite	-	(3,348)	3,348
Material aid	700	747	(47)
Program support	16,300	17,283	(983)
Total	<u>17,000</u>	<u>14,791</u>	<u>2,209</u>
Supplemental Senior Center			
Congregate meals	1,500	1,000	500
Home delivered meals	1,700	1,100	600
Total	<u>3,200</u>	<u>2,100</u>	<u>1,100</u>
Total Title III B Fund	<u>\$ 73,500</u>	<u>\$ 73,209</u>	<u>\$ 291</u>

The notes to the financial statements are an integral part of this statement.

Schedule 15 (continued)

St. James Parish
Schedule of Program Expenditures - Budget vs. Actual
Contracts and Grants Provided Through the Louisiana Governor's Office of Elderly Affairs (GOEA)
For the year ended December 31, 2010

	Budget	Actual	Variance Favorable (Unfavorable)
Title III C-1 Congregate Meals			
Congregate meals	\$ 57,300	\$ 56,121	\$ 1,179
ARRA Cong meals	2,300	2,316	(16)
Total	\$ 59,600	\$ 58,437	\$ 1,163
Title III C-2 Home Delivered Meals			
Home delivered meals	\$ 81,800	\$ 85,085	\$ (3,285)
ARRA Home del meals	900	924	(24)
Total	\$ 82,700	\$ 86,009	\$ (3,309)
Senior Center			
Congregate meals	\$ 10,400	\$ 10,448	\$ (48)
Home delivered meals	15,700	15,671	29
Total	\$ 26,100	\$ 26,119	\$ (19)
Parish Council on Aging			
Congregate meals	\$ 3,300	\$ 3,264	\$ 36
Home delivered meals	4,400	4,396	4
Miscellaneous	3,700	3,660	40
Group Respite	8,200	8,180	20
Total	\$ 19,600	\$ 19,500	\$ 100
Nutritional Services Incentive Program			
Congregate meals	\$ 6,400	\$ 6,417	\$ (17)
Home delivered meals	18,600	18,562	38
Total	\$ 25,000	\$ 24,979	\$ 21

The notes to the financial statements are an integral part of this statement.

Schedule 15 (concluded)

SINGLE AUDIT SECTION

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

To the President and Members
St. James Parish Council
Convent, Louisiana

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of St. James Parish, State of Louisiana, as of and for the year ended December 31, 2010, which collectively comprise St. James Parish's basic financial statements, and have issued our report thereon dated July 5, 2011. Our report includes a reference to other auditors. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered St. James Parish, State of Louisiana's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of St. James Parish, State of Louisiana's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of St. James Parish, State of Louisiana's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses (items 2010-1 and 2010-2).

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies (item 2010-3).

Compliance and Other Matters

As part of obtaining reasonable assurance about whether St. James Parish, State of Louisiana's financial statements are free of 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*.

St. James Parish, State of Louisiana's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit St. James Parish, State of Louisiana's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the management of St. James Parish, others within the organization, State of Louisiana Legislative Auditor's Office, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Donaldsonville, Louisiana

Donaldsonville, Louisiana
July 5, 2011

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD
HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the President and Members
St. James Parish Council
Convent, Louisiana

Compliance

We have audited St. James Parish, State of Louisiana'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 St. James Parish, State of Louisiana's major federal programs for the year ended December 31, 2010. St. James Parish, State of Louisiana's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of St. James Parish, State of Louisiana's management. Our responsibility is to express an opinion on St. James Parish, State of Louisiana's compliance based on our audit.

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 St. James Parish, State of Louisiana'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. Our audit does not provide a legal determination of St. James Parish, State of Louisiana's compliance with those requirements.

In our opinion, St. James Parish, State of Louisiana, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2010-4, 2010-5, 2010-6, and 2010-7.

Internal Control Over Compliance

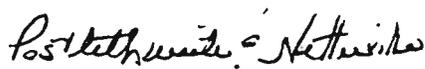
The management of St. James Parish, State of Louisiana, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered St. James Parish, State of Louisiana's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance 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 St. James Parish, State of Louisiana'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 combination of deficiencies, in internal control over compliance, such as 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.

Our consideration of 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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we considered to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as item 2010-4. *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.

St. James Parish, State of Louisiana's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit St. James Parish, State of Louisiana's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information of the management of St. James Parish, others within the organization, State of Louisiana Legislative Auditor's Office, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Donaldsonville, Louisiana
July 5, 2011

St. James Parish
Convent, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010

Federal Grantor/ Pass-Through Grantor Name/ Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<u>United States Department of Agriculture</u>			
Direct program - Rural Development - Rural Housing Preservation Grant	10.433	RD-1944-N	\$ 106,992
Passed through Louisiana Department of Education School Breakfast Program	10.553	None	20,905
National School Lunch Program	10.555	None	<u>30,782</u>
Total United States Department of Agriculture			<u>158,679</u>
<u>United States Department of Commerce</u>			
Passed through Louisiana Department of Natural Resources Coastal Zone Management	11.419	2515-10-08	26,858
Direct Program - Title II, Section 209, Economic Adjustment Assistance - American Recovery and Reinvestment Act 2009	11.307	08-79-73001	<u>309,358</u>
Total United States Department of Commerce			<u>336,216</u>
<u>United States Department of Energy</u>			
Passed through Louisiana Department of Natural Resources Energy Efficiency and Conservation Block Grant Subrecipient of St. John the Baptist Parish	81.128	EEA-1045	146,000
Weatherization Assistance for Low-Income Persons American Recovery and Reinvestment Act 2009- Weatherization Assistance for Low-Income Persons	81.042	None	18,884
	81.042	None	<u>109,319</u>
Total United States Department of Energy			<u>274,203</u>
<u>United States Environmental Protection Agency</u>			
Subrecipient of the University of New Orleans Research and Technology Foundation - Lake Pontchartrain Basin Restoration Program - Wetland Wastewater Assimilation	66.606	58544-S3	52,510
Subrecipient of the University of New Orleans Research and Technology Foundation - Lake Pontchartrain Basin Restoration Program - Sewer Collection - U.S. Highway 61	66.202	58547-S4	<u>38,870</u>
Total United States Environmental Protection Agency			<u>91,380</u>

St. James Parish
Convent, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010

Federal Grantor/ Pass-Through Grantor Name/ Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<u>United States Department of Health and Human Services</u>			
Passed through Louisiana Governor's Office of Elderly Affairs - Special Programs for the Aging			
Title III - Part B Grant for Supportive Services and Senior Centers	93.044	674884/691529	31,200
Title III - Part C for Nutrition Services (Area Agency Administration)	93.045	674884/691529	10,604
Title III-C-1	93.045	674884/691529	21,084
Title III-C-1 - American Recovery and Reinvestment Act 2009	93.707	677529	2,316
Title III-C-2	93.045	674884/691529	14,700
Title III-C-2 - American Recovery and Reinvestment Act 2009	93.705	677529	924
Title III-D	93.043	674884/691529	2,133
Title III-D - American Recovery and Reinvestment Act 2009	93.725	None	1,148
Title III-E	93.052	674884/691529	10,758
Nutrition Services Incentive Program	93.053	674884/691529	46,500
		HHS CMS	
MIPPA - AAA	93.779	01YCMS030350/01	233
MIPPA - AAA	93.071	HHS AoA 09AALAMIPP	897
Passed through Louisiana Department of Health and Hospitals - Substance Abuse and Mental Health Services	93.243	CFMS #655716/54522	199,736
Passed through Louisiana Department of Social Services Temporary Assistance for Needy Families	93.558	G-0802LATANF	14,638
Subrecipient of Louisiana Association of Community Action Partnerships, Inc. - Low Income Home Energy Assistance	93.568	None	338,707
Passed through Louisiana Department of Labor - Community Services Block Grant	93.569	2010P0040/2011P0040	105,163
Passed through Louisiana Department of Labor - Community Services Block Grant - American Recovery and Reinvestment Act 2009	93.710	2009P0040(ARRA)	154,062
Direct program - Administration for Children, Youth, and Families - Head Start	93.600	06CH0176/29-30	1,454,703
Direct program - Administration for Children, Youth, and Families - Head Start - American Recovery and Reinvestment Act 2009	93.708	06SE0176/01	39,438
Total United States Department of Health and Human Services			2,448,944

Schedule 16 (continued)

St. James Parish
Convent, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010

Federal Grantor/ Pass-Through Grantor Name/ Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<u>United States Department of Homeland Security</u>			
Passed through United Way of America			
Emergency Food and Shelter National Board Program	97.024	FY2010 28-3684-00	12,924
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness			
Disaster Assistance Program	97.036	1786	27,810
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness			
Hazard Mitigation Grant Program - Convent Water Plant	97.039	1603-093-0005	25,961
Hazard Mitigation Grant Program - Gramercy Water Plant	97.039	1603-093-0006	30,180
Hazard Mitigation Grant Program - Courthouse Annex	97.039	1603n-093-0007	56,700
Hazard Mitigation Grant Program - EOC	97.039	1603n-093-0008	65,470
Hazard Mitigation Grant Program - St. James Hospital	97.039	1603n-093-0009	792
Hazard Mitigation Grant Program - Grand Point Drainage	97.039	1603n-093-0010	27,100
Hazard Mitigation Grant Program - Redwood Lane Drainage	97.039	1603n-093-0011	20,305
Hazard Mitigation Grant Program - Magnolia Heights Drainage	97.039	1603n-093-0012	23,600
Hazard Mitigation Grant Program - Community Safe Rooms	97.039	1603n-093-0015	123,000
Hazard Mitigation Grant Program - Hazard Mitigation Plan	97.039	1603n-093-0016	58,500
Buffer Zone Protection Plan Grant	97.078	None	86,300
Emergency Management Performance Grant	97.042	2009-EP-E9-0004	17,415
Emergency Management Performance Grant	97.042	2010-EP-E0-0058	12,981
Emergency Management Performance Grant	97.067	2008-EM-E8-0047	13,688
Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness			
Subrecipient of South Central Planning & Development Commission Homeland Security Grant Program			
Homeland Security Grant Program	97.067	2007-GE-T7-0019	383
Homeland Security Grant Program	97.067	2008-GE-T8-0013	74,626
Homeland Security Grant Program	97.067	2009-SS-T9-0059	5,700
Total United States Department of Homeland Security			<u>683,435</u>
<u>United States Department of Housing and Urban Development</u>			
Subrecipient of Louisiana DCGS - OCS			
Emergency Shelter Grant	14.231	679231	11,591
Passed through Louisiana Division of Administration Office of Community Development			
Community Development Block Grant- American Recovery and Reinvestment Act 2009 - Road Improvements	14.255	686697	573,440
Passed through Louisiana Division of Administration Office of Community Development - Disaster Recovery Unit			
Community Development Block Grant Disaster Recovery Program	14.228	687163	20,926
Total United States Department of Housing and Urban Development			<u>605,957</u>

Schedule 16 (continued)

St. James Parish
Convent, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010

Federal Grantor/ Pass-Through Grantor Name/ Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<u>United States Department of Interior</u>			
Direct program - Coastal Impact Assistance Program	15.426	M07AF12820	27,252
Direct program - Coastal Impact Assistance Program	15.426	M09AF16113	7,269
Total United States Department of Interior			34,521
<u>United States Department of Labor</u>			
Subrecipient of Goodwill Industries of Southeastern Louisiana Inc. d/b/a Job1 Business and Career Solutions - WIA Youth Activities	17.259	007-2009	69,550
Direct Program - American Recovery and Reinvestment Act 2009 - Youth Build	17.274	YB-18991-09-60-A-2	315,243
Total United States Department of Labor			384,793
<u>Corporation for National Community Service</u>			
Passed through Youth Build USA AmeriCorps Grant	94.006	10NDHMA0030026	3,182
<u>United States Department of Transportation</u>			
Passed through Louisiana Department of Transportation and Development - Federal Transit Administration Nonurbanized Formula Grants, Section 5311			
FTA Grant LA-18-X027	20.509	SPN 741-47-0119	277,462
FTA Grant LA-18-X028	20.509	SPN 741-47-0123	254,978
American Recovery and Reinvestment Act 2009 - Transit Capital Assistance Grant			
FTA Grant LA-18-X001	20.509	SPN 741-47-0119	8,072
Capital Assistance Grant, Section 5311	20.509	SPN 741-99-0154	53,454
Job Access and Reverse Commute Operating Assistance Program	20.516	SPN 741-47-0118	54,204
Job Access and Reverse Commute Operating Assistance Program	20.516	SPN 741-47-0124	69,168
New Freedom Program	20.521	SPN-741-47-0120	51,597
Total United States Department of Transportation			768,935
<u>Non-Monetary Assistance</u>			
Food Donation (Commodities)	10.550		3,712
Total Federal Assistance Expended			\$ 5,793,957

Schedule 16 (continued)

St. James Parish
 Convent, Louisiana
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2010

NOTES TO THE SCHEDULE

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the St. James Parish Council and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

(2) Reconciliation of Federal Expenditures

Federal assistance expended as reported on Schedule of Expenditures of Federal Awards	\$	5,793,957
Add: deferred revenues not recorded as revenues on governmental funds		14,369
Less: current year federal expenditures but no federal revenues have been received in current year		(35,241)
Add: revenues received in current year for expenditures in prior years		<u>1,020,048</u>
Federal grant revenues	\$	<u>6,793,133</u>
Federal grant revenues as reported on:		
Statement E - All Governmental Fund Types - Statement of Revenues, Expenditures, and Changes in Fund Balance	\$	5,599,006
Statement H - Proprietary Funds - Statement of Revenues, Expenses, and Changes in Net Assets		<u>1,194,127</u>
	\$	<u>6,793,133</u>

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

SECTION I - SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness identified X Yes No
- Significant deficiency identified not considered to be a material weakness? X Yes None reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over financial reporting:

- Material weakness identified Yes X No
- Significant deficiency identified not considered to be a material weakness? X Yes None reported

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? X Yes No

Identification of major program:

<u>Name of Federal Program or Cluster</u>	<u>Federal CFDA Number</u>
Title II, Section 209, Economic Adjustment Assistance	11.307
CDBG – State- Administered CDBG Cluster:	
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii (State-Administered Small Cities Program)	14.228
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii (Recovery Act Funded) (State-Administered Small Cities Program)	14.255

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

SECTION I - SUMMARY OF AUDIT RESULTS (Continued)

<u>Name of Federal Program or Cluster (continued)</u>	<u>Federal CFDA Number</u>
Youth Build – American Recovery and Reinvestment Act 2009	17.274
Federal Transit Cluster:	
Formula Grants for Other than Urbanized Areas (Non-urbanized Area Formula Grants)	20.509
Capital Assistance Grants for Other than Urbanized Areas – American Recovery and Reinvestment Act 2009	20.509
Low-Income Home Energy Assistance	93.568
CSBG Cluster:	
Community Services Block Grants	93.569
Community Services Block Grants – American Recovery and Reinvestment Act 2009	93.710
Head Start Cluster:	
Head Start	93.600
Head Start – American Recovery and Reinvestment Act 2009	93.708
Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$300,000</u>
Auditee qualified as low-risk auditee?	_____ Yes <u> X </u> No

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS

2010-1 Segregation of Duties – St. James Parish Clerk of Court

Condition: The Clerk did not have adequate segregation of functions within the account system.

Recommendation: No recommendation.

*Management's
Corrective Action*

Plan: No recommendation.

2010-2 Internal Control over Financial Reporting – St. James Parish Clerk of Court

Condition: The Clerk does not have a staff person who has the qualification and training to apply generally accepted accounting principles (GAAP) in preparing its financial statements, including the related notes.

Recommendation: No recommendation.

*Management's
Corrective Action*

Plan: The Clerk has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interest of the government to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their content and presentation.

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

2010-3 **Schedule of Expenditures of Federal Awards (SEFA)**

Condition: During our single audit testing, corrections to the Schedule of Expenditures of Federal Awards were made. A considerable amount of time was spent by the client and auditor preparing this schedule.

Criteria: An accurate Schedule of Expenditures of Federal Awards is to be prepared by St. James Parish whenever it has federal expenditures.

Effect: The Schedule of Expenditures of Federal Awards is used by the auditor to determine which federal programs are to be audited as major programs. If federal program expenditures are not accurately identified, this may result in findings of noncompliance with requirements under the OMB Circular A-133 supplement when tested during the single audit.

Cause: This was the first year that St. James Parish prepared the Schedule of Expenditures of Federal Awards and was new to the process of developing a complete and accurate schedule.

Recommendation: All information should be included on the Schedule of Expenditures of Federal Awards by employees familiar with the grant awards. The general ledger should be categorized by federal programs/program year in order to capture the correct expenditures by programs. A review should be performed by someone else other than the preparer for accuracy and completeness.

*Management's
Corrective Action
Plan:*

Management was new to the process of completing the Schedule of Expenditures of Federal Awards, but made every effort to complete the required report. However, completion of future SEFA will be completed by key staff and reviewed by upper management for accuracy and completeness. Management has a clearer picture of what is expected and the method to capture the federal expenditures.

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2010-4 Suspension and Debarment

DEPARTMENT OF LABOR:

CFDA No. 17.274 – Youth Build (ARRA)

DEPARTMENT OF TRANSPORTATION:

CFDA No. 20.509 – Grants for Other than Urbanized Areas (Non-urbanized Area Formula Grants)

CFDA No. 20.509 – Capital Assistance Grants for Other than Urbanized Areas American Recovery and Reinvestment Act 2009

DEPARTMENT OF HEALTH AND HUMAN SERVICES:

CFDA No. 93.568 – Low-Income Home Energy Assistance

CFDA No. 93.569 – Community Services Block Grants

CFDA No. 93.710 – Community Services Block Grants (ARRA)

CFDA No. 93.600 – Head Start

CFDA No. 93.708 – Head Start (ARRA)

Condition: St. James Parish has not implemented procedures to document whether it has verified the suspension and debarment status of its vendors in accordance with federal regulations.

Criteria: Under the compliance provisions of OMB Circular A-133 Compliance Supplement, as amended, an entity is prohibited from contracting with vendors that are suspended or debarred from conducting business with federal award programs. Under these provisions, an entity must certify that a vendor is not suspended or debarred under transactions that are expected to equal or exceed \$25,000. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), which can be accessed on the Internet (<http://epls.arnet.gov>).

Cause: There are no procedures in place to require St. James Parish to verify that vendors are not suspended or debarred from conducting business with federal award programs.

Effect: St. James Parish is in violation of the requirements of the OMB Circular A-133 Compliance Supplement, as amended.

Recommendation: Procedures should be implemented to document compliance with the suspension and debarment provisions of the OMB Circular A-133 Compliance Supplement, as amended.

*Management's
Corrective Action*

Plan: Management will follow the recommendation and implement a procedure to adequately document compliance of OMB Circular A-133 Compliance Supplement in regard to suspension and debarment.

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

2010-5 Allowable Costs/Cost Allocation

DEPARTMENT OF TRANSPORTATION:

CFDA No. 20.509 – Formula Grants for Other than Urbanized Areas (Non-urbanized Area
Formula Grants)

CFDA No. 20.521 – New Freedom Program

CFDA No. 20.516 – Job Access and Reverse Commute Operating Assistance Program

Condition: St. James Parish incorrectly charged salaries and fringe benefits to programs based on approved budgeted amounts and not the actual expenses based on approved timesheets.

Criteria: Reimbursements for employee's time and benefits should be based on actual time spent on the program's activities. This information should be obtained from biweekly timesheets that have been prepared by the employee verifying time spent on the federal program. The timesheets should be approved by the employee's supervisor.

Cause: The employee either failed to document his/her time on the timesheet and/or the time allocated to the program was not correctly entered on the reimbursement request.

Effect: The salary and fringe benefits for employees working on the federal programs were incorrectly reimbursed:

Questioned costs:

CFDA No. 20.509 – Formula Grants for Other than Urbanized Areas = \$11,807

CFDA No. 20.516 – Job Access and Reverse Commute Operating Assistance
Program = \$12,649

CFDA No. 20.521 – New Freedom Program = \$2,974

Recommendation: Employee should complete a timesheet each pay period and allocate his/her time spent on the programs that he/she worked on for that pay period. The allocation payroll sheet should be reviewed and approved by a supervisor prior to submitting the timesheet for payroll processing. The approved timesheet along with the program allocation should be used to prepare the invoices for reimbursement.

*Management's
Corrective Action
Plan:*

Effective immediately, management has revised timesheets to reflect the actual time employees work on the federal programs. For employees time that is cost allocated, the cost allocation sheets with revisions will be utilized as the official time and attendance report. Cost allocation timesheets will be utilized to prepare invoices for reimbursement of expenses. Management has also contacted the funding source regarding the questionable costs.

Schedule 17 (continued)

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

2010-6 Reporting

DEPARTMENT OF HEALTH AND HUMAN SERVICES:
CFDA No. 93.600 – Head Start

Condition: During our single audit testing, the final Federal financial report SF-269 for the period 8/1/2009 through 7/31/2010 had total expenditures understated by \$42,850.

Criteria: The final SF-269 report should report expenditures as reflected in the general ledger.

Effect: Federal expenditures as reported on the SF-269 for the period 8/1/2009 through 7/31/2010 were understated by \$42,850.

Cause: The expenditures as reported on the final SF-269 report did not include \$42,850 of expenditures that occurred after 7/31/2010 but before the close out period of 9/30/2010.

Recommendation: Federal reports should be accurately prepared based on data from the general ledger for the period reported.

*Management's
Corrective Action
Plan:*

Management has changed the procedure for implanting data into the general ledger by including a project code to correspond to each grant period. Therefore, all of the expenses associated with grant period can be accurately prepared by use of the general ledger reflective of the grant period for the expenses.

ST. JAMES PARISH
CONVENT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2010

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

2010-7 **Reporting**

DEPARTMENT OF HEALTH AND HUMAN SERVICES:

CFDA No. 93.708 – Head Start (ARRA)

Condition: During our single audit testing, it was noted that the final Federal financial report SF-269 for the period 7/1/2009 through 9/30/2010 was not filed timely.

Criteria: The final SF-269 report should be filed to the Federal agency within ninety days after grant period end.

Effect: The final Federal financial report SF-269 was filed on 1/12/11 which is 12 days late.

Cause: Additional time was needed in order to complete the final SF-269.

Recommendation: Federal reports should be submitted on a timely basis.

***Management's
Corrective Action***

Plan: In 2010 management has implanted a procedure to ensure timely submission of reports. Management will revisit current procedures and revise as necessary.

ST. JAMES PARISH
CONVENT, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
December 31, 2010

I. SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

2009-1 Segregation of Duties – St. James Gas and Water Distribution System

Condition: The System did not have adequate segregation of duties within the accounting department.

Current Status: No similar finding was noted in the current year.

2009-2 Segregation of Duties – St. James Parish Clerk of Court

Condition: The Clerk did not have adequate segregation of functions within the account system.

Current Status: Similar finding was noted in the current year and is listed as finding 2010-1.

2009-3 Internal Control over Financial Reporting – St. James Parish Clerk of Court

Condition: The Clerk does not have a staff person who has the qualification and training to apply generally accepted accounting principles (GAAP) in preparing its financial statements, including the related notes.

Current Status: Similar finding was noted in the current year and is listed as finding 2010-2.

2009-4 Preparation of Invoices – St. James Youth Center

Condition: The preparation of invoices for charges for services rendered by the St. James Youth Center to other governmental entities were approximately 60 days late for the months of October through December 2009 which created a cash flow problem.

Current Status: No similar finding was noted in the current year.

2009-5 Delinquency Policy – St. James Youth Center

Condition: As of December 31, 2009, the St. James Youth Center had approximately \$97,000 in delinquent accounts that are greater than ninety days old.

Current Status: No similar finding was noted in the current year.

2009-6 Schedule of Expenditure of Federal Awards (SEFA)

Condition: There was no Schedule of Expenditures of Federal Awards. A considerable amount of time was spent by the client and auditor preparing this schedule.

Current Status: Partially resolved. See finding noted in the current year as finding 2010-3.

Schedule 18 (Continued)

ST. JAMES PARISH
CONVENT, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
December 31, 2010

II. SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

2009-7 Federal Reporting – CFDA No. 20.509 Transit Capital Assistance Grant

Condition: St. James Parish received a capital assistance grant for the purchase of a 24 passenger bus. The Federal share of the passenger bus for \$51,731 was not recorded during 2009 when the bus was delivered.

Current Status: No similar finding was noted in the current year.

2009-8 Federal Reporting – CFDA No. 20.509 FTA Nonurbanized Formula Grants, Section 5311

Condition: During the single audit testing, a sample of the monthly Section 18 DOTD reimbursement reports was examined. It was noted that expenditures for the certain months were understated and revenues were understated.

Current Status: Similar finding was noted in the current year, except in current year the expenditures were overstated and is listed as finding 2010-5.

2009-9 Federal Reporting – CFDA No. 93.600 Head Start

Condition: The revenues and expenditures on two of the four quarterly Federal financial reports PSC-272 were reported incorrectly.

Current Status: No similar finding was noted in the current year.

2009-10 Federal Reporting – CFDA No. 93.708 Head Start (ARRA)

Condition: The fourth quarter Federal financial reports PSC-272 for the period 10/1/09 through 12/31/10 incorrectly reported the amounts for total revenues and expenditures.

Current Status: No similar finding was noted in the current year.

III. MANAGEMENT LETTER

None

Schedule 18 (Concluded)