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**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
PRIMARY GOVERNMENT FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995  
WITH SUPPLEMENTAL INFORMATION SCHEDULES**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 8-14-96

*[Handwritten signature]*  
BY \_\_\_\_\_

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**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
FOR THE YEAR ENDED DECEMBER 31, 1995**

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## INDEPENDENT AUDITORS' REPORT

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

We have audited the accompanying primary government financial statements of the Jackson Parish Police Jury as of and for the year ended December 31, 1995. These primary government financial statements are the responsibility of the Jackson Parish Police Jury's management. Our responsibility is to express an opinion on these primary government financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. 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 provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments and offices that are not legally separate. Such legally separate entities are referred to as component units. In our opinion, the primary government financial statements present fairly, in all material respects, the financial position of the primary government of the Jackson Parish Police Jury, as of December 31, 1995, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

However, the primary government financial statements, because they do not include the financial data of component units of the Jackson Parish Police Jury do not purport to, and do not, present fairly the financial position of the Jackson Parish Police Jury, as of December 31, 1995, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the primary government financial statements taken as a whole. The financial information listed as supporting schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the primary government financial statements of the Jackson Parish Police Jury. Such information has been subjected to the auditing procedures applied in the audit of the primary government financial statements.

*Kenneth D. Folden & Co.*

KENNETH D. FOLDEN & CO.  
Certified Public Accountants

Jonesboro, Louisiana  
March 15, 1996

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
ALL FUND TYPES AND ACCOUNT GROUPS  
COMBINED BALANCE SHEET, DECEMBER 31, 1995**

	Governmental Fund Type		
	General Fund	Special Revenue Funds	Hospital Debt Service Fund
<b>Assets and other debits</b>			
<b>Assets:</b>			
Cash	\$ 6,496	\$ 118,714	\$ 646
Investments, at cost	375,515	915,180	15,023
Receivables	355,120	982,840	
Fixed assets			
<b>Other Debits:</b>			
Amount available in debt service fund			
Amount to be provided for general long term obligations			
Amount to be provided for landfill closure costs			
<b>Total assets and other debits</b>	<b>\$ 737,131</b>	<b>\$ 2,016,734</b>	<b>\$ 15,669</b>
<b>Liabilities, equity and other credits</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 18,339	\$ 67,596	
Capital lease payable			
Compensated absences payable			
Notes payable			
General obligation bonds payable			
Estimated liability for landfill closure costs			
<b>Total liabilities</b>	<b>18,339</b>	<b>67,596</b>	<b>NONE</b>
<b>Fund equity and other credits:</b>			
Investment in general fixed assets			
<b>Fund balances:</b>			
Reserved for contract			
Reserved for debt service			15,669
Unreserved - undesignated	718,792	1,949,138	
<b>Total equity and other credits</b>	<b>718,792</b>	<b>1,949,138</b>	<b>15,669</b>
<b>Total liabilities, equity, and other credits</b>	<b>\$ 737,131</b>	<b>\$ 2,016,734</b>	<b>\$ 15,669</b>

Account Groups			
Capital Projects Funds	General Fixed Assets	General Long-Term Obligations	Total (Memorandum Only)
\$ 194	\$	\$	\$ 126,050
279,493			1,585,211
7,106			1,345,066
		15,669	4,880,065
		219,048	15,669
		39,647	219,048
\$ 286,793	\$ 4,880,065	\$ 274,364	\$ 8,210,756
\$ 39,956	\$	\$	\$ 125,891
		80,905	80,905
		83,812	83,812
		65,000	65,000
		5,000	5,000
		39,647	39,647
39,956	NONE	274,364	400,255
	4,880,065		4,880,065
130,000			130,000
116,837			15,669
246,837	4,880,065	NONE	2,784,767
\$ 286,793	\$ 4,880,065	\$ 274,364	\$ 8,210,756

The accompanying notes are an integral part of these financial statements.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
GOVERNMENTAL FUNDS  
COMBINED STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED DECEMBER 31, 1995**

Statement B

	General Fund	Special Revenue Funds	Hospital Debt Service Fund	Capital Projects Funds	Total (Memorandum Only)
	-----	-----	-----	-----	-----
<b>Revenues</b>					
<b>Taxes:</b>					
Ad valorem	\$ 214,301	\$ 890,113	\$	\$	\$ 1,104,414
Sales tax		783,493			783,493
Other taxes, penalties and interest, etc.	32,916				32,916
Licenses and permits	2,620	1,498			4,118
<b>Intergovernmental revenues:</b>					
<b>State funds:</b>					
Severance tax	559,257				559,257
Parish transportation funds		216,423			216,423
State revenue sharing (net)	25,027	92,502			117,529
State aid grants		232,396			232,396
Federal grants	23,750	44,244		19,562	87,556
Fees, charges and commissions for services		5,049			5,049
Fines and forfeitures		10,080			10,080
Miscellaneous revenues	14,259	25,991			40,250
Use of money and property	28,228	66,097	832	12,664	107,821
<b>Total revenues</b>	<b>900,358</b>	<b>2,367,886</b>	<b>832</b>	<b>32,226</b>	<b>3,301,302</b>
<b>Expenditures</b>					
<b>General government:</b>					
Legislative	67,173				67,173
Judicial	67,256	5,058			72,314
Elections	16,930				16,930
Financial and administrative	158,286		100		158,386
Other general government	142,290	68,186		17,920	228,396
Public safety	93,569			8,245	101,814
Public works	15,574	1,959,040			1,974,614
Health and welfare	51,755	26,509			78,264
Culture and recreation	16,435	243,411			259,846
Capital outlay	3,141	289,118		164,312	456,571
<b>Debt service:</b>					
Principal retirement		142,400	5,000		147,400
Interest		13,603	375		13,978
<b>Total expenditures</b>	<b>\$ 632,409</b>	<b>\$2,747,325</b>	<b>\$ 5,475</b>	<b>\$ 190,477</b>	<b>\$ 3,575,686</b>

JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
GOVERNMENTAL FUNDS  
COMBINED STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES (Continued)  
FOR THE YEAR ENDED DECEMBER 31, 1995

	General Fund	Special Revenue Funds	Hospital Debt Service Fund	Capital Projects Funds	Total (Memorandum Only)
	-----	-----	-----	-----	-----
Excess (deficiency) of revenues over (under) expenditures	\$ 267,949	\$ (379,439)	\$ (4,643)	\$ (158,251)	\$ (274,384)
Other financing sources (uses):					
Sale of general fixed assets		23,704			23,704
Capitalized leases		142,500			142,500
Operating transfers in		156,711		200,000	356,711
Operating transfers out	(350,000)	(6,711)			(356,711)
Transfers out to other governmental units		(120,571)			(120,571)
Total other financing sources (uses)	(350,000)	195,633	NONE	200,000	45,633
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(82,051)	(183,806)	(4,643)	41,749	(228,751)
Fund balances at beginning of year	800,843	2,132,944	20,312	205,088	3,159,187
Fund balances at end of year	\$ 718,792	\$ 1,949,138	\$ 15,669	\$ 246,837	\$ 2,930,436

The accompanying notes are an integral part of these financial statements.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
GOVERNMENTAL FUNDS - GENERAL AND SPECIAL REVENUE FUNDS  
COMBINED STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 1995**

General Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
<b>Taxes:</b>			
Ad valorem	\$ 212,500	\$ 214,301	\$ 1,801
Sales tax			
Other taxes, penalties and interest, etc.	35,700	32,916	(2,784)
Licenses and permits	2,650	2,620	(30)
<b>Intergovernmental revenues:</b>			
<b>State funds:</b>			
Severance tax	590,000	559,257	(30,743)
Parish transportation fund			
State revenue sharing (net)	26,000	25,027	(973)
State aid grant			
Federal grants	22,000	23,750	1,750
Fees, charges and commissions for services			
Fines and forfeitures			
Miscellaneous revenues	13,050	14,259	1,209
Use of money and property	28,700	28,228	(472)
	930,600	900,358	(30,242)
<b>Expenditures</b>			
<b>General government:</b>			
Legislative	68,800	67,173	1,627
Judicial	67,200	67,256	(56)
Elections	18,250	16,930	1,320
Finance and administrative	161,300	158,286	3,014
Other general government	141,500	142,290	(790)
Public safety	94,200	93,569	631
Public works	15,600	15,574	26
Health and welfare	52,400	51,755	645
Culture and recreation	16,500	16,435	65
Capital outlay	3,700	3,141	559
<b>Debt service:</b>			
Principal retirement			
Interest			
	639,450	632,409	7,041



## Special Revenue Funds

Budget	Actual	Variance Favorable (Unfavorable)
\$ 896,000	\$ 890,113	\$ (5,887)
775,000	783,493	8,493
1,500	1,498	(2)
220,000	216,423	(3,577)
95,000	92,502	(2,498)
230,600	232,396	1,796
77,500	44,244	(33,256)
5,000	5,049	49
8,000	10,080	2,080
25,100	25,991	891
58,600	66,097	7,497
2,392,300	2,367,886	(24,414)
4,500	5,058	(558)
68,500	68,186	314
2,077,450	1,959,040	118,410
28,390	26,509	1,881
266,350	243,411	22,939
220,310	289,118	(68,808)
81,100	142,400	(61,300)
8,200	13,603	(5,403)
2,754,800	2,747,325	7,475

The accompanying notes are an integral part of these financial statements.

**JACKSON PARISH POLICE JURY  
 JONESBORO, LOUISIANA  
 GOVERNMENTAL FUNDS - GENERAL AND SPECIAL REVENUE FUNDS  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 1995**

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Excess (deficiency) of revenues over (under) expenditures	\$ 291,150	\$ 267,949	\$ (23,201)
Other financing sources (uses):			
Sale of general fixed assets			
Capitalized leases			
Operating transfers in			
Operating transfers out	(350,000)	(350,000)	
Transfers out to other governmental units			
Total other financing sources (uses)	(350,000)	(350,000)	NONE
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(58,850)	(82,051)	(23,201)
Fund balances at beginning of year	418,000	800,843	382,843
Fund balances at end of year	\$ 359,150	\$ 718,792	\$ 359,642

Special Revenue Funds

Budget	Actual	Variance Favorable (Unfavorable)
\$ (362,500)	\$ (379,439)	\$ (16,939)
23,800	23,704	(96)
156,800	142,500	142,500
(6,800)	156,711	(89)
(121,200)	(6,711)	89
52,600	120,571	629
(309,900)	195,633	143,033
1,151,900	(183,806)	126,094
\$ 842,000	2,132,944	981,044
\$ 842,000	\$1,949,138	\$ 1,107,138

The accompanying notes are an integral part of these financial statements.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
GOVERNMENTAL FUNDS - DEBT SERVICE AND CAPITAL PROJECT FUNDS  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 1995**

Hospital Debt Service Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Federal grants	\$	\$	\$
Use of money and property	850	832	(18)
Total revenues	850	832	(18)
<b>Expenditures</b>			
<b>General government:</b>			
Finance and administrative	125	100	25
Other general government			
<b>Public safety</b>			
<b>Capital outlay</b>			
<b>Debt service:</b>			
Principal retirement	5,000	5,000	
Interest	375	375	
Total expenditures	5,500	5,475	25
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(4,650)	(4,643)	7
<b>Other financing sources:</b>			
Operating transfers in			
Total other financing sources	NONE	NONE	NONE
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	(4,650)	(4,643)	7
<b>Fund balances at beginning of year</b>	20,300	20,312	12
<b>Fund balances at end of year</b>	\$ 15,650	\$ 15,669	\$ 19

## Capital Projects Funds

Budget	Actual	Variance Favorable (Unfavorable)
\$ 12,500	\$ 19,562	\$ 7,062
12,600	12,664	64
25,100	32,226	7,126
	17,920	(17,920)
5,350	8,245	(2,895)
137,150	164,312	(27,162)
142,500	190,477	(47,977)
(117,400)	(158,251)	(40,851)
200,000	200,000	
200,000	200,000	NONE
82,600	41,749	(40,851)
187,700	205,088	17,388
\$ 270,300	\$ 246,837	\$ (23,463)

The accompanying notes are an integral part of these financial statements.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE PRIMARY GOVERNMENT FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**INTRODUCTION**

The Jackson Parish Police Jury is the governing authority for Jackson Parish and is a political subdivision of the State of Louisiana. The police jury is governed by seven jurors representing the various districts within the parish. The jurors serve four-year terms that expire on January 9, 1996.

Louisiana Revised Statute 33:1236 gives the police jury various powers in regulating and directing the affairs of the parish and its inhabitants. The most notable of those powers are the authority to regulate its 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 ad valorem taxes, beer and alcoholic beverage permits, state revenue sharing and various other state and federal grants.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. REPORTING ENTITY**

As the governing authority of the parish for reporting purposes, the Jackson Parish Police Jury is the financial reporting entity for Jackson Parish. The financial reporting entity consists of (a) the primary government (police jury), (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 Jackson Parish Police Jury 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. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the police jury 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 police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
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.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**A. REPORTING ENTITY (Continued)**

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

<u>Component Unit</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Jackson Parish Library	December 31, 1995	1a
Jackson Parish Hospital Service District No. 1	September 30, 1995	1a
Jackson Parish Recreation District	December 31, 1995	1a
Ward 2 Fire Protection District	December 31, 1995	1a
Ward 3 Fire Protection District	December 31, 1995	1a
Ward 4 Fire Protection District	December 31, 1995	1a
Quitman Fire Protection District No.1	December 31, 1995	1a

The primary government (Jackson Parish Police Jury) financial statements include all funds and account groups, and organizations for which the police jury maintains the accounting records. The organizations for which the police jury maintains the accounting records are considered part of the Jackson Parish Police Jury and include the following Special Revenue Funds: Second Judicial District Criminal Court Fund and the Jackson Parish Public Library.

GASB Statement 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. However, the primary government (police jury) financial statements are not a substitute for the reporting entity's financial statements. The accompanying primary government financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental units. These financial statements are not intended to and do not report on the reporting entity but rather are intended to reflect only the financial statements of the primary government (police jury).

Considered in the determination of component units of the reporting entity were the Jackson Parish Sheriff, Clerk of Court, Tax Assessor, School Board, District Attorney and Judges for the Second Judicial District, and the various municipalities in the parish. It was determined that these governmental entities are not component units of the Jackson Parish Police Jury reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Jackson Parish Police Jury.

**B. FUND ACCOUNTING**

The Jackson Parish Police Jury uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable financial resources.

Funds of the Jackson Parish Police Jury are classified as one category, governmental. This category is divided into separate fund types. The fund classification and a description of each existing fund type follow:

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. FUND ACCOUNTING (Continued)**

**Governmental Funds**

Governmental funds account for all or most of the police jury's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds of the Jackson Parish Police Jury include:

1. **General Fund**--the general operating fund of the police jury accounting for all financial resources, except those required to be accounted for in other funds.
2. **Special revenue funds**--account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
3. **Capital project funds**--account for financial resources received and used for the acquisition, construction or improvement of capital facilities not reported in the other governmental funds.
4. **Debt service funds**--account for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group. The Jackson Parish Police Jury has one debt service fund, at December 31, 1995, the Hospital Debt Service Fund, used to account for the accumulation of resources for, and the retirement of hospital bonds dated June 1, 1971.

**C. BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by all governmental funds. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Ad valorem taxes (which are based on assessments of business property and homesteads in the parish) and the related state revenue sharing are recorded in the year the taxes are due and payable. Ad valorem 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, January and February of the fiscal year. Based on prior experience, the uncollectible ad valorem net of proceeds from the sheriff's sale of property is immaterial, thus no provision has been made for such a loss.



**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. BASIS OF ACCOUNTING (Continued)**

Federal reimbursement grant revenues are recognized in the period that the related expenditures are incurred.

Revenues from fines, forfeitures, licenses and permits are not susceptible to accrual because they are not generally measurable until received in cash.

Interest income on time deposits is recorded upon maturity, when the income is available.

Substantially all other revenues are recorded when received.

**Expenditures**

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for principal and interest on general long-term debt which are recognized when due.

**Other Financing Sources (Uses)**

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sales of fixed assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**D. BUDGETARY BASIS OF ACCOUNTING**

The Jackson Parish Police Jury uses the following budget practices:

The Jackson Parish Police Jury adopts budgets annually. Public notice of the proposed budgets was published on October 27, 1994, and the proposed budgets were made available for public inspection at that time. A public hearing on the proposed budgets was held November 15, 1994, and they were adopted by the Jackson Parish Police Jury on December 15, 1994. Amended budgets were adopted as necessary.

Budgets were prepared on the GAAP basis of accounting.

Formal budgetary integration is employed as a management control device during the year for all budgeted funds. The Police Jury approves total budget appropriations only. The Secretary-Treasurer of the Police Jury is authorized to transfer budget line item amounts between departments within any fund; however, any revisions that alter the total appropriations of any departments within a fund must be approved by the Police Jury. Therefore, the level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis.

At year end, all appropriations lapse. Budgeted amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

**E. ENCUMBRANCES**

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is not utilized by the Jackson Parish Police Jury.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. CASH AND INVESTMENTS**

Cash and investments include demand deposits, certificates of deposit and a passbook savings account. Under state law, the Jackson Parish Police Jury may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The Jackson Parish Police Jury has deposits in two financial institutions as of December 31, 1995.

Under State law, the jury may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days. However, if the original maturities are 90 days or less, they are classified as cash equivalents. The Jackson Parish Police Jury has investments of \$1,585,211 at December 31, 1995.

**G. FIXED ASSETS**

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. Public domain or infrastructures are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost.

**II. COMPENSATED ABSENCES**

The Jackson Parish Police Jury has the following policy relating to vacation and sick leave:

**Police Jury**

All full-time employees earn from 10 to 20 days of annual leave each year, depending upon length of service. Effective January 1, 1997, employees shall not accrue more than 20 days of annual leave. Employees are paid for annual leave upon retirement or separation of service. All full-time employees earn 5 days of sick leave each year. Sick leave may be accumulated without limitation. Upon retirement, unused sick leave of up to 25 days is paid to employees. Employees that are separated from service prior to retirement are paid a maximum of 20 days of unused sick leave.

**Library**

Full-time employees of the library earn from 10 to 20 days of annual leave depending upon length of service. Part-time employees working twenty hours or more per week earn one-half of the fulltime employee annual leave. Effective January 1, 1997, employees shall not accrue more than 25 days of annual leave. Employees are paid for a maximum of 25 days upon retirement or separation of service. All full-time employees earn 12 days of sick leave each year. Sick leave may be accumulated to a maximum of 60 days. Upon retirement, unused sick leave of up to 25 days is paid to employees. Employees that are separated from service, prior to retirement, forfeit unused sick leave.

The cost of current leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current-year expenditure in the governmental funds when leave is actually taken. The cost of leave privileges not requiring current resources is recorded in the general long-term obligations account group.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**I. LONG-TERM OBLIGATIONS**

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

**J. TOTAL COLUMNS ON COMBINED STATEMENTS**

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position, in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**2. EXPENDITURES/EXPENSES - ACTUAL AND BUDGET**

The following individual funds have actual expenditures/expenses over budgeted expenditures/expenses for the year ended December 31, 1995:

Fund	Budget	Actual	Unfavorable Variance
-----	-----	-----	-----
Road Special Revenue Fund	\$ 1,030,300	\$ 1,102,862	\$ 72,562
Capital Projects Funds:			
Community Development Block Grant	12,500	19,562	7,062
Jail	130,000	170,915	40,915
	-----	-----	-----
Total	\$ 1,172,800	\$ 1,293,339	\$ 120,539
	=====	=====	=====

**3. LEVIED TAXES**

The following is a summary of authorized and levied ad valorem taxes:

	Authorized Millage	Levied Millage	Expiration Date
	-----	-----	-----
Parish-Wide Taxes:			
General Fund	5.21	5.21	-
Road Fund	5.06	5.21	1999
Library Fund	6.73	6.93	1999
Asphalt Fund	4.40	4.53	1999
Health Unit Fund	1.93	1.99	1998
Ambulance Service Fund	2.89	2.98	1998
Forest Protection Tax	8 cents/acre	8 cents/acre	-

A six-tenths of one percent sales and use tax became effective on August 1, 1986. The proceeds of the tax, after collection cost, are used for waste management expenditures and debt reductions.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**4. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

At December 31, 1995, the jury has cash and investments totaling \$1,711,261, as follows:

Demand deposits including interest-bearing	\$ 126,050
Investments	1,585,211
	-----
Total	\$ 1,711,261
	=====

These deposits and investments are stated at cost, which approximates market. Under state law, these deposits and investments (or the resulting bank balances) must be secured by federal deposit insurance (FDIC) 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. 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, 1995, the jury has \$186,251 in deposits and \$1,157,715 in investments (collected bank balances). These deposits are secured from risk by \$308,696 of federal deposit insurance and \$1,759,375 of pledged securities held by the custodial bank in the name of the fiscal bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the jury that the fiscal agent has failed to pay deposited funds upon demand.

**5. RECEIVABLES**

The receivables as of December 31, 1995, are composed as follows:

	General Fund	Special Revenue Funds	Capital Projects Funds	Total
	-----	-----	-----	-----
<b>CLASS OF RECEIVABLES</b>				
<b>Taxes:</b>				
Ad valorem	\$ 195,600	\$ 812,435	\$	\$ 1,008,035
Sales and use		60,227		60,227
Other	292			292
<b>Intergovernmental -</b>				
State	153,688	109,610		263,298
Federal	3,793		7,106	10,899
Local	1,747	568		2,315
	-----	-----	-----	-----
<b>TOTAL</b>	<b>\$ 355,120</b>	<b>\$ 982,840</b>	<b>\$ 7,106</b>	<b>\$ 1,345,066</b>
	=====	=====	=====	=====

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**6. FIXED ASSETS**

The changes in general fixed assets follow:

	Balance at January 1, 1995	Additions	Deletions	Balance at December 31, 1995
Land and buildings	\$ 2,464,464	\$	\$	\$ 2,464,464
Machinery and equipment	1,574,460	271,540	125,366	1,720,634
Library circulation materials	526,104	36,131	16,168	546,067
Construction in progress		148,900		148,900
<b>Total</b>	<b>\$ 4,565,028</b>	<b>\$ 456,571</b>	<b>\$ 141,534</b>	<b>\$ 4,880,065</b>

Current year additions are composed of capital outlay, construction in progress, and a capital lease.

**7. PENSION PLANS**

Substantially all employees of the Jackson Parish Police Jury are members of the Parochial Employees Retirement System of Louisiana (System), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and 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 district are members of Plan A.

All 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 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 per cent of their final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only before January 1, 1980, the benefit is equal to one per cent of final average salary plus \$24 for each year of supplemental-plan-only service earned before 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.

Contributions to the System include one-fourth of one per cent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. State statute requires covered employees to contribute a percentage of their salaries to the System. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by an actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**7. PENSION PLANS (Continued)**

The following provides certain disclosures for the jury and the retirement system that are required by GASB Codification Section P20.129:

	Year Ended December 31, 1995 Plan A	
<b>Jackson Parish Police Jury</b>		
Total current-year payroll	\$	946,502
Total current-year covered payroll	\$	779,175
<b>Contributions:</b>		
<b>Required by statute:</b>		
Employees	9.50%	\$ 74,021
Employer	8.00%	62,334
<b>Total</b>	<b>17.50%</b>	<b>\$ 136,355</b>

	Year Ended December 31, 1995 Plan A	
<b>Actual:</b>		
Employees	9.50%	\$ 74,023
Employer	8.00%	62,332
<b>Total</b>	<b>17.50%</b>	<b>\$ 136,355</b>
<b>Actuarially required:</b>		
Employees	9.50%	\$ 74,021
Employer	8.03%	62,568
<b>Total</b>	<b>17.53%</b>	<b>\$ 136,589</b>
<b>Per cent of employer's actuarially required contribution to all participating employers</b>	<b>.31%</b>	

	Year Ended December 31, 1994 Plan A	
<b>Retirement System</b>		
Net assets	\$	597,625,304
Pension benefit obligation		(691,858,596)
<b>Unfunded pension benefit obligation</b>	<b>\$</b>	<b>(94,233,292)</b>

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**7. PENSION PLANS (Continued)**

The pension benefit obligation is presented as of December 31, 1994, because the December 31, 1995, information is not available. The pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rated benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension benefit obligations for individual employers.

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's December 31, 1994, comprehensive annual financial report. The jury does not guarantee the benefits granted by the System.

**8. COMPENSATED ABSENCES**

Employees of the Police Jury had accumulated and vested \$83,812 of employee leave benefits at December 31, 1995, computed in accordance with GASB Codification, Section C60. This amount has been recorded as a general long-term obligation.

**9. LEASES**

In March, 1995, the police jury entered into a capital lease for a gradall with attachments. This equipment is used by the Road Department and the monthly lease payments are paid out of the Road Fund. The terms of the lease include a \$50,000 down payment and \$1,862 payment each month, for a period of 60 months ending March, 2000.

This leased asset and the related obligations are accounted for in the General Fixed Assets Account Group and the General Long-Term Obligations Account Group, respectively. The leased gradall is valued at \$142,500 in the accompanying financial statements. The following is a schedule of future minimum lease payments under the capital lease and the present value of the net minimum lease payments as of December 31, 1995:

Fiscal Year	
1996	\$ 22,341
1997	22,341
1998	22,341
1999	22,341
2000	5,585
	-----
Total minimum lease payments	94,949
Less - amount representing interest	14,044
	-----
Present value of minimum lease payments	\$ 80,905
	=====

The Jackson Parish Police Jury had two (2) non-cancelable operating leases at December 31, 1995, for equipment. Equipment provided by each lease is one Caterpillar motor grader and attachments. This equipment is used by the Road Department and the monthly lease payments are paid out of the Road Fund. The terms of each lease are \$1,450 payable each month, for a period of 36 months ending March 27, 1996.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**10. CHANGES IN GENERAL LONG-TERM OBLIGATIONS**

The following is a schedule of changes in the general long-term obligations:

	Balance at January 1, 1995	Additions	Deletions	Balance at December 31, 1995
	-----	-----	-----	-----
Police Jury general obligation bonds	\$ 10,000	\$	\$ 5,000	\$ 5,000
Police Jury notes	145,805		80,805	65,000
Compensated absences payable	77,684	6,128		83,812
Capital lease payable		142,500	61,595	80,905
Estimated liability for landfill closure		39,647		39,647
	-----	-----	-----	-----
<b>Total</b>	<b>\$ 233,489</b>	<b>\$ 188,275</b>	<b>\$ 147,400</b>	<b>\$ 274,364</b>
	=====	=====	=====	=====

The general obligations bonds payable at December 31, 1995 is comprised of the remaining general obligation bonds issued as hospital bonds dated June 1, 1971. The bonds mature in 1996 (as detailed below) and pay an interest rate of 5 per cent per annum. At December 31, 1995, there were outstanding interest payments totaling \$125 (as detailed below). The bonds are secured by a parish-wide ad valorem tax and are paid through the Hospital Debt Service Fund. The debt service requirements of the general obligation bonds are as follows:

	Principal	Interest	Total
	-----	-----	-----
1996	\$ 5,000	\$ 125	\$ 5,125
	=====	=====	=====

The note payable at December 31, 1995, represents the note issued on behalf of the Health Unit.

The note proceeds were received March 17, 1995. The note proceeds were obtained for the purpose of construction and maintenance of the health unit building. The note is secured by a parish-wide ad valorem tax and is paid through the Health Unit Fund. Debt service requirements relating to the Health Unit note are as follows:

	Principal	Interest	Total
	-----	-----	-----
1996	\$ 65,000	\$ 4,958	\$ 69,958
	=====	=====	=====



**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**11. CAPITAL LEASE**

The capital lease payable at December 31, 1995, represents the remaining lease payments for road equipment. These lease payments expire in 2000 (as detailed below) and pay an interest rate of 7.5 per cent per annum. At December 31, 1995, there were outstanding interest requirements of \$14,045 (as detailed below).

	Principal	Interest	Total
1996	\$ 16,749	\$ 5,592	\$ 22,341
1997	18,085	4,256	22,341
1998	19,509	2,832	22,341
1999	21,046	1,295	22,341
2000	5,516	70	5,586
	\$ 80,905	\$ 14,045	\$ 94,950

**12. RESERVED FUND BALANCE**

In July, 1995, the Jackson Parish Police Jury entered into a contract for construction of a fire escape on the parish jail. The project is anticipated to be completed in 1996. The following schedule details the portion of the fund balance of the Jail Capital Project Fund reserved for this project.

Contract amount	\$ 247,000
Contract portion completed in 1995	117,000
	-----
Contract portion to be completed	\$ 130,000
	=====

**13. CRIMINAL COURT FUND**

Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the Criminal Court Fund at year end be transferred to the parish General Fund. However, for the current year ended December 31, 1995, as in the preceding several years, the Criminal Court Fund does not have a year end fund balance available for transfer to the parish General Fund.

**14. LITIGATION AND CLAIMS**

Amounts received or receivable from grantor 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 which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

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

**JACKSON PARISH POLICE JURY  
 JONESBORO, LOUISIANA  
 NOTES TO THE FINANCIAL STATEMENTS (Continued)  
 AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**15. FOOD STAMP PROGRAM**

The Food Stamp Program is operated by the police jury under an agreement with the Louisiana Department of Social Services. Under this program, the police jury is responsible for the issuance of food stamps to eligible participants in the parish. The value of food stamps on hand, received, and issued is not recorded in the accompanying statements. Activity for the year follows:

Balance at January 1, 1995	\$ 564,432
Received	2,014,000
Issued	1,984,393
	-----
Balance at December 31, 1995	\$ 594,039
	=====

**16. SOLID WASTE LANDFILL COSTS**

State and federal laws and regulations require the Jackson Parish Police Jury to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure.

The Jackson Parish Landfill is a Type III facility that accepts only construction and demolition debris. The Jackson Parish Landfill has an estimated final closing during year 2010.

The estimated liability for landfill closure and post closure care costs has a balance of \$39,647 as of December 31, 1995, which is based on 11.76 per cent usage of the landfill. It is estimated that an additional \$297,353 will be recognized as closure and post closure care expenses between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2010).

The estimated total cost of the landfill closure and post closure care is \$337,000. This is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 1995. However, the actual cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The Jackson Parish Police Jury has not at present made annual contributions to finance closure and post closure care. The Jackson Parish Police Jury is anticipating beginning annual contributions in 1996.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULES  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

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**Road Fund**

The Road Fund accounts for maintenance of parish highways, streets, and bridges. Funding is provided by a parish-wide ad valorem tax, state revenue sharing funds, parish transportation funds, state aid grants, operating transfers from the General Fund, interest earned on investments, and miscellaneous revenues.

**Library Fund**

The Library Fund accounts for maintenance and operation of the parish library. Funding is provided by a parish-wide ad valorem tax, state revenue sharing funds, State Library of Louisiana funds, interest earned on investments and fine and program revenues.

**Criminal Court Fund**

The Criminal Court Fund accounts for a portion of law enforcement witness fees. Financing is provided by a portion of the fines collected by the parish.

**Solid Waste Fund**

The Solid Waste Fund accounts for the construction, maintenance and operation of the solid waste system. Funding is provided by a parish-wide sales tax, interest on investments and other miscellaneous revenues.

**Asphalt Fund**

The Asphalt Fund accounts for asphaltting parish roads. Financing is provided by a parish-wide ad valorem tax, state revenue sharing funds and interest earned on investments.

**Health Unit Fund**

The Health Unit Fund accounts for a portion of the maintenance and operation of the parish health unit. Financing is provided by a parish-wide ad valorem tax, state revenue funds and interest earned on investments.

**Ambulance Service Fund**

The Ambulance Service Fund accounts for the proceeds of a parish-wide ad valorem tax and the related state revenue sharing funds. All proceeds from the ad valorem tax and state revenue sharing funds are transferred to the Jackson Parish Hospital Service District No. 1, operator of the parish ambulance service.

**Clearing Fund**

The Clearing Fund accounts for various Federal and State funds designated for specific projects or purposes.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULES  
(Continued)**

**Lake Commission Fund**

**The Lake Commission Fund accounts for the regulation and usage of Caney Lake and the usage of the surrounding land up to one mile from the shore line. Financing is provided by tournament fees, duck blind rentals and interest earned on investments.**

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 1995**

	Road	Library	Criminal Court	Solid Waste	Asphalt
	-----	-----	-----	-----	-----
<b>Assets</b>					
Cash	\$ 3,445	\$ 78,021	\$ 584	\$ 3,889	\$ 5,505
Investments	51,118	100,839		432,709	7,015
Receivables	237,485	293,463	568	60,227	191,614
	-----	-----	-----	-----	-----
Total assets	\$ 292,048	\$ 472,323	\$ 1,152	\$ 496,825	\$ 204,134
	=====	=====	=====	=====	=====
<b>Liabilities and fund equity</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 17,905	\$ 15,917	\$ 1,152	\$ 18,535	\$ 6,614
	-----	-----	-----	-----	-----
Total liabilities	17,905	15,917	1,152	18,535	6,614
	-----	-----	-----	-----	-----
<b>Fund equity:</b>					
<b>Fund balances:</b>					
Unreserved - undesignated	274,143	456,406		478,290	197,520
	-----	-----	-----	-----	-----
Total fund equity	274,143	456,406	NONE	478,290	197,520
	-----	-----	-----	-----	-----
Total liabilities & fund equity	\$ 292,048	\$ 472,323	\$ 1,152	\$ 496,825	\$ 204,134
	=====	=====	=====	=====	=====

Health Unit	Ambulance	Clearing	Lake Commission	Total
\$ 1,499	\$	\$ 25,000	\$ 771	\$ 118,714
179,275			144,224	915,180
83,314	116,169			982,840
<u>\$ 264,088</u>	<u>\$ 116,169</u>	<u>\$ 25,000</u>	<u>\$ 144,995</u>	<u>\$ 2,016,734</u>
\$ 3,460	\$ 3,950	\$	\$ 63	\$ 67,596
<u>3,460</u>	<u>3,950</u>	<u>NONE</u>	<u>63</u>	<u>67,596</u>
260,628	112,219	25,000	144,932	1,949,138
<u>260,628</u>	<u>112,219</u>	<u>25,000</u>	<u>144,932</u>	<u>1,949,138</u>
<u>\$ 264,088</u>	<u>\$ 116,169</u>	<u>\$ 25,000</u>	<u>\$ 144,995</u>	<u>\$ 2,016,734</u>

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SPECIAL REVENUE FUNDS  
COMBINING SCHEDULE OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	Road	Library	Criminal Court	Solid Waste	Asphalt
	-----	-----	-----	-----	-----
<b>Revenues:</b>					
<b>Taxes:</b>					
Ad valorem	\$ 214,302	\$ 285,050	\$	\$	\$ 186,331
Sales tax				783,493	
Licenses and permits	1,498				
<b>Intergovernmental revenues:</b>					
<b>State funds:</b>					
Parish transportation funds	216,423				
State aid grants		2,302			
State revenue sharing (net)	24,777	33,289			21,543
Federal grants		17,554			
Fees, charges and commissions for services			5,039		
Fines and forfeitures		10,080			
Miscellaneous revenues	5,268	2,024		11,026	5,775
Use of money and property	8,647	12,768	19	20,459	5,246
	-----	-----	-----	-----	-----
<b>Total revenues</b>	<b>\$ 470,915</b>	<b>\$ 363,067</b>	<b>\$ 5,058</b>	<b>\$ 814,978</b>	<b>\$ 218,895</b>
	-----	-----	-----	-----	-----
<b>Expenditures:</b>					
<b>General government:</b>					
Judicial	\$	\$	\$ 5,058	\$	\$
Other general government	16,416	21,836			14,274
Public works	870,657			607,793	208,891
Public safety					
Health and welfare					
Culture and recreation		243,411			
Capital outlay	149,034	58,116		81,968	
<b>Debt service:</b>					
Principal retirement	61,595			20,805	
Interest	5,160			272	
	-----	-----	-----	-----	-----
<b>Total expenditures</b>	<b>\$ 1,102,862</b>	<b>\$ 323,363</b>	<b>\$ 5,058</b>	<b>\$ 710,838</b>	<b>\$ 223,165</b>
	-----	-----	-----	-----	-----
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ (631,947)</b>	<b>\$ 39,704</b>	<b>\$ NONE</b>	<b>\$ 104,140</b>	<b>\$ (4,270)</b>
	-----	-----	-----	-----	-----
<b>Other financing sources (uses):</b>					
Sale of general fixed assets	15,183			8,521	
Capitalized leases	142,500				
Operating transfers in	156,711				
Operating transfers out					
Transfers out to other governmental units					
	-----	-----	-----	-----	-----
<b>Total other financing sources (uses)</b>	<b>314,394</b>	<b>NONE</b>	<b>NONE</b>	<b>8,521</b>	<b>NONE</b>
	-----	-----	-----	-----	-----

Health Unit	Ambulance	Clearing	Lake Commission	Total
\$ 81,854	\$ 122,576	\$	\$	\$ 890,113
				783,493
				1,498
				216,423
8,603	266	54,553	175,275	232,396
	4,290			92,502
		26,690		44,244
			10	5,049
				10,080
1,898				25,991
9,699	19	1,360	7,880	66,097
\$ 102,054	\$ 127,151	\$ 82,603	\$ 183,165	\$ 2,367,886
\$	\$	\$	\$	\$ 5,058
6,270	9,390			68,186
		90,622	181,077	1,959,040
26,509				26,509
				243,411
				289,118
60,000				142,400
8,171				13,603
\$ 100,950	\$ 9,390	\$ 90,622	\$ 181,077	\$ 2,747,325
\$ 1,104	\$ 117,761	\$ (8,019)	\$ 2,088	\$ (379,439)
				23,704
				142,500
				156,711
		(6,711)		(6,711)
	(120,571)			(120,571)
NONE	(120,571)	(6,711)	NONE	195,633



**JACKSON PARISH POLICE JURY**  
**JONESBORO, LOUISIANA**  
**SPECIAL REVENUE FUNDS**  
**COMBINING SCHEDULE OF REVENUES,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED DECEMBER 31, 1995**

	Road	Library	Criminal Court	Solid Waste	Asphalt
	-----	-----	-----	-----	-----
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(317,553)	39,704	NONE	112,661	(4,270)
Fund balances at beginning of year	591,696	416,702	NONE	365,629	201,790
Fund balances at end of year	\$ 274,143	\$ 456,406	\$ NONE	\$ 478,290	\$ 197,520
	=====	=====	=====	=====	=====

Health Unit	Ambulance	Clearing	Lake Commission	Total
1,104	(2,810)	(14,730)	2,088	(183,806)
259,524	115,029	39,730	142,844	2,132,944
<u>\$ 260,628</u>	<u>\$ 112,219</u>	<u>\$ 25,000</u>	<u>\$ 144,932</u>	<u>\$ 1,949,138</u>

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULES  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1995**

**CAPITAL PROJECTS FUNDS**

The Capital Projects Funds account of financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

---

**Jail Fund**

The Jail Fund accounts for the accumulation of resources for and the expenditures of renovations to the parish jail.

**Community Development Block Grant**

The objectives of the Community Development Block Grant (CDBG) are the development of viable communities, decent housing and a suitable living environment, and expanded economic opportunities, to be achieved through the undertaking of eligible activities that fulfill one or more of three broad national objectives: (1) benefiting low and moderate-income persons; (2) aiding in the prevention or elimination of slums and blight; (3) meeting other communities' development needs having a particular urgency because existing conditions pose a serious and immediate threat to the health and welfare of the community and other resources are not available to meet such needs.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
CAPITAL PROJECTS FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 1995**

Schedule 3

	Jail -----	Community Development Block Grant -----	Total -----
<b>Assets</b>			
Cash	\$ 194	\$	\$ 194
Investments	279,493		279,493
Receivables		7,106	7,106
	-----	-----	-----
Total assets	\$ 279,687	\$ 7,106	\$ 286,793
	-----	-----	-----
<b>Liabilities and fund equity</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 32,850	\$ 7,106	\$ 39,956
	-----	-----	-----
Total liabilities	32,850	7,106	39,956
	-----	-----	-----
<b>Fund equity:</b>			
<b>Fund balances:</b>			
Reserved for contract	130,000		130,000
Unreserved - undesignated	116,837		116,837
	-----	-----	-----
Total fund equity	246,837	NONE	246,837
	-----	-----	-----
Total liabilities & fund equity	\$ 279,687	\$ 7,106	\$ 286,793
	=====	=====	=====

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
CAPITAL PROJECTS FUNDS  
COMBINING SCHEDULE OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED DECEMBER 31, 1995**

Schedule 4

	Jail	Community Development Block Grant	Total
	-----	-----	-----
<b>Revenues:</b>			
<b>Taxes:</b>			
Ad valorem	\$	\$	\$
Sales tax			
Licenses and permits			
<b>Intergovernmental revenues:</b>			
<b>State funds:</b>			
Parish transportation funds			
State aid grants			
State revenue sharing (net)			
Federal grants		19,562	19,562
Fees, charges and commissions for services			
Fines and forfeitures			
Miscellaneous revenues			
Use of money and property	12,664		12,664
	-----	-----	-----
Total revenues	12,664	19,562	32,226
	-----	-----	-----
<b>Expenditures:</b>			
<b>General government:</b>			
Judicial			
Other general government	17,920		17,920
<b>Public works</b>			
<b>Public safety</b>		8,245	8,245
<b>Health and welfare</b>			
<b>Culture and recreation</b>			
<b>Capital outlay</b>	152,995	11,317	164,312
<b>Debt service:</b>			
Principal retirement			
Interest			
	-----	-----	-----
Total expenditures	170,915	19,562	190,477
	-----	-----	-----
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(158,251)	NONE	(158,251)
	-----	-----	-----
<b>Other financing sources (uses):</b>			
Sale of general fixed assets			
Capitalized leases			
Operating transfers in	200,000		200,000
Operating transfers out			
Transfers out to other governmental units			
	-----	-----	-----
Total other financing sources (uses)	200,000	NONE	200,000
	-----	-----	-----
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	41,749	NONE	41,749
	-----	-----	-----
<b>Fund balances at beginning of year</b>	205,088	NONE	205,088
	-----	-----	-----
<b>Fund balances at end of year</b>	\$ 246,837	\$ NONE	\$ 246,837
	=====	=====	=====

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULES  
FOR THE YEAR ENDED DECEMBER 31, 1995**

**GENERAL**

**Compensation Paid Police Jurors**

The schedule of compensation paid to the Jackson Parish Police Jury members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the Jackson Parish Police Jury members is included in the general administrative expenditures of the General Fund. Members of the governing board receive compensation pursuant to Louisiana Revised Statute 33:1233.

**Federally Assisted Programs**

In accordance with Office of Management and Budget Circular A-128, a schedule of federal financial assistance is presented.

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SCHEDULE OF COMPENSATION PAID POLICE JURORS  
FOR THE YEAR ENDED  
DECEMBER 31, 1995**

Schedule 5

<b>Police Jurors:</b>	<b>Amount:</b>
Ernest Conn	\$ 8,400
Dr. Charles Garrett	8,400
David McManus	8,400
Troy Smith	8,400
Leslie Thompson	8,400
Shirley Walsworth	8,400
Nathaniel Zeno, Jr., President	8,400
	-----
Total	\$ 58,800
	=====

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**INDEPENDENT AUDITORS' REPORT ON  
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury as of and for the year ended December 31, 1995, and have issued our report thereon dated March 15, 1996. These primary government financial statements are the responsibility of the Jackson Parish Police Jury's management. Our responsibility is to express an opinion on these primary government financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the primary government 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 provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the primary government financial statements of the Jackson Parish Police Jury, taken as a whole. The accompanying schedule of federal financial assistance is presented for purposes of additional analysis and is not a required part of the primary government financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the primary government financial statements and, in our opinion, is fairly presented in all material respects in relation to the primary government financial statements taken as a whole.

*Kenneth D. Folden & Co.*

**KENNETH D. FOLDEN & CO.**  
Certified Public Accountants

Jonesboro, Louisiana  
March 15, 1996



**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED DECEMBER 31, 1995**

Schedule 6

<b>FEDERAL GRANTOR/ PASS - THROUGH GRANTOR PROGRAM NAME</b>	<b>CFDA NUMBER</b>	<b>EXPENDITURES</b>
-----	-----	-----
United States Department of Transportation - Louisiana Department of Transportation and Development - Passed Through to Subgrantee - Pine Belt Multi-Purpose Agency, Inc. Public Transportation Operation Assistance Program	20.509	\$ 26,690
United States Department of Housing and Urban Development - Passed through Louisiana Division of Administration Community Development Block Grant	14.219	19,562
United States Department of Education - Passed through State Library of Louisiana- LSCA Title II	84.154A	17,554
United States Department of Agriculture - Passed through Louisiana Department of Health and Hospitals: * Food Stamp	10.551	1,984,393
State Administrative Matching Grant for Food Stamps	10.561	23,750
Total United States Department of Agriculture		2,008,143
<b>TOTAL FEDERAL ASSISTANCE EXPENDED</b>		<b>\$ 2,071,949</b>
		=====

\* Denotes Major Federal Financial Assistance Program

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF PRIMARY GOVERNMENT  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1995, and have issued our report thereon dated March 15, 1996.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatement.

The management of the Jackson Parish Police Jury is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of primary government financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the primary government financial statements of the Jackson Parish Police Jury for the year ended December 31, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the primary government financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the Jackson Parish Police Jury and its management. However, this report is a matter of public record and its distribution is not limited.

*Kenneth D. Folden & Co.*

**KENNETH D. FOLDEN & CO.**  
Certified Public Accountants

Jonesboro, Louisiana  
March 15, 1996

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
BASED ON AN AUDIT OF PRIMARY GOVERNMENT  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1995, and have issued our report thereon dated March 15, 1996.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Jackson Parish Police Jury is the responsibility of the Jackson Parish Police Jury's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Jackson Parish Police Jury's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the primary government financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

Material instances of noncompliance are failures to follow requirements, or violations of prohibitions, contained in statutes, regulations, contracts, or grants, that cause the auditor to conclude that the aggregation of misstatements (that is, the auditors' best estimate of the total misstatement) resulting from those failures or violations is material to the financial statements. The results of our tests of compliance disclosed the following instances of noncompliance that may be material to the primary government financial statements but for which the ultimate resolution cannot presently be determined. Accordingly, no provision for any liability that may result has been recognized in the Jackson Parish Police Jury's 1995 financial statements.

Louisiana Revised Statute 48:753 (F) allows each parish to make the determination of whether a road, or portion thereof, within their respective road systems, meets the definition of a public road for the purpose of the parish transportation system. To meet the objective of defining a public road, the Jackson Parish Police Jury passed a resolution on July 13, 1981, listing the minimum requirements for a public road. In addition, an ordinance was passed on August 13, 1984, establishing the criteria necessary for a new road to be accepted into the Jackson Parish Road System. On March 7, 1995, the Jackson Parish Police Jury accepted two roads and two subdivisions into their road system; these additions do not appear to meet the established criteria for inclusion into the system. Additionally, work was performed on the improperly accepted roads although the roads were not included in the Jackson Parish Police Jury's capital improvement program. Therefore, the Jackson Parish Police Jury is not in compliance with Louisiana Revised Statute 48:753(F).

We considered these instances of noncompliance in forming our opinion on whether the Jackson Parish Police Jury's 1995 primary government financial statements are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and this report does not affect our report dated March 15, 1996, on those primary government financial statements.

We noted certain immaterial instances of noncompliance that we have reported to the management of the Jackson Parish Police Jury in a separate letter dated March 15, 1996.

This report is intended for the information of the Jackson Parish Police Jury and its management. However, this report is a matter of public record and its distribution is not limited.

*Kenneth D. Folden & Co.*

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Jonesboro, Louisiana  
March 15, 1996

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**INDEPENDENT AUDITORS' REPORT ON THE INTERNAL  
CONTROL STRUCTURE USED IN ADMINISTERING  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1995, and have issued our report thereon dated March 15, 1996. We have also audited the compliance of the Jackson Parish Police Jury with requirements applicable to major federal financial assistance programs and have issued our report thereon dated March 15, 1996.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatement and about whether the Jackson Parish Police Jury complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audit for the year ended December 31, 1995, we considered the internal control structure of the Jackson Parish Police Jury, in order to determine our auditing procedures for the purpose of expressing our opinion on the Jackson Parish Police Jury's primary government financial statements and on the compliance of the Jackson Parish Police Jury with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the primary government financial statements in a separate report dated March 15, 1996.

The management of the Jackson Parish Police Jury is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of primary government financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

**General Requirements**

- \* Political activity
- \* Civil rights
- \* Cash management
- \* Allowable costs/cost principles
- \* Drug-free workplace
- \* Administrative requirements

**Specific Requirements**

- \* Types of services
- \* Environmental review
- \* Matching
- \* Special reporting
- Claims for advances and reimbursement
- Amounts claimed or used for matching

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended December 31, 1995, the Jackson Parish Police Jury expended 95.77% of its total federal financial assistance under a major federal financial assistance program.

We performed tests on controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we have considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the Jackson Parish Police Jury's major federal financial assistance program, which is identified in the accompanying Schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

This report is intended for the information of the Jackson Parish Police Jury and its management. However, this report is a matter of public record and its distribution is not limited.

*Kenneth D. Folden & Co.*

**KENNETH D. FOLDEN & CO.**  
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Jonesboro, Louisiana  
March 15, 1996

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH THE GENERAL REQUIREMENTS APPLICABLE TO  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1995 and have issued our report thereon dated March 15, 1996.

We have applied procedures to test the Jackson Parish Police Jury's compliance with the following requirements applicable to its federal assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended December 31, 1995: political activity, civil rights, cash management, allowable costs/cost principles, Drug-free Workplace Act, and administrative requirements.

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments." Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Jackson Parish Police Jury's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Jackson Parish Police Jury had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed an immaterial instance of noncompliance with those requirements, which are described in the accompanying Schedule of Findings and Questioned Costs.

This report is intended for the information of the Jackson Parish Police Jury and its management. However, this report is a matter of public record and its distribution is not limited.

  
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Certified Public Accountants

Jonesboro, Louisiana  
March 15, 1996



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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1995, and have issued our report thereon dated March 15, 1996.

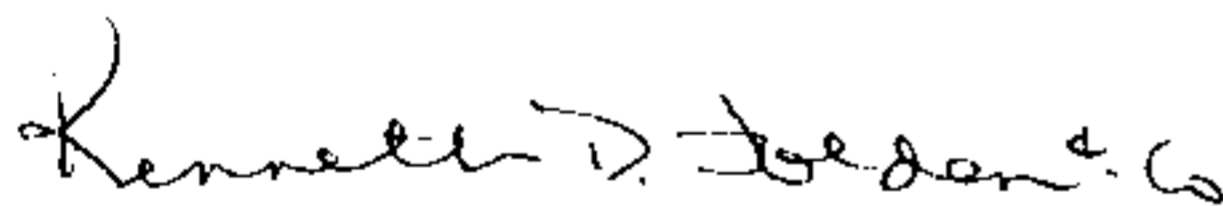
We have also audited the Jackson Parish Police Jury's compliance with the requirements governing special reporting that are applicable to its major federal financial assistance program, which is identified in the accompanying Schedule of Federal Financial Assistance, for the year ended December 31, 1995. The management of the Jackson Parish Police Jury is responsible for the Jackson Parish Police Jury's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Jackson Parish Police Jury's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures did not disclose any immaterial instances of noncompliance with the requirements referred to above.

In our opinion, the Jackson Parish Police Jury complied, in all material respects, with the requirements governing special reporting that are applicable to its major federal financial assistance program for the year ended December 31, 1995.

This report is intended for the information of the Jackson Parish Police Jury and its management. However, this report is a matter of public record and its distribution is not limited.



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Jonesboro, Louisiana  
March 15, 1996

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS**

The Members of the  
Jackson Parish Police Jury  
Jonesboro, Louisiana

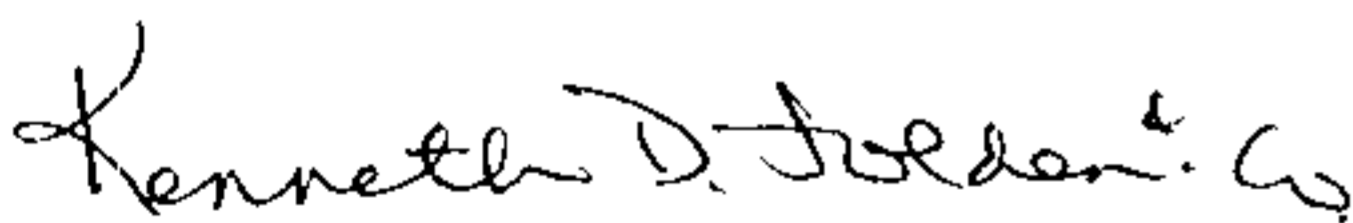
We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1995, and have issued our report thereon dated March 15, 1996.

In connection with our audit of the primary government financial statements of the Jackson Parish Police Jury, and with our consideration of the Jackson Parish Police Jury's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, "Audits of State and Local Governments," we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended December 31, 1995.

As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed, environmental review requirements, and matching requirements that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Jackson Parish Police Jury's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Jackson Parish Police Jury had not complied, in all material respects, with those requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with those requirements.

This report is intended for the information of the Jackson Parish Police Jury and its management. However, this report is a matter of public record and its distribution is not limited.



**KENNETH D. FOLDEN & CO.**  
Certified Public Accountants

Jonesboro, Louisiana  
March 15, 1996

**JACKSON PARISH POLICE JURY  
JONESBORO, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

**Questioned Program**

**Public Transportation Operation Assistance Program (CFDA 20.509)**

- Condition:** An audit performed by Kenneth D. Folden & Co., CPAs, for the year ended December 31, 1994, cited the Jackson Parish Police Jury for failing to adequately monitor their subrecipient, Pine Belt Multi-Purpose Community Action Agency, Inc. In September 1995, the Jackson Parish Police Jury appointed an oversight committee; however, no evidence was available that the committee had met and established any procedures to monitor the subrecipient, for the year ended December 31, 1995. The Louisiana Department of Transportation and Development did not renew this grant through the Jackson Parish Police Jury, for the fiscal period ending June 30, 1996.
- Criteria:** The Jackson Parish Police Jury (recipient) assumes responsibility for compliance with federal requirements when it accepts federal financial assistance. When the recipient provides a pass-through grant to a subrecipient, the Louisiana Department of Transportation and Development holds the recipient ultimately responsible for compliance at the subrecipient level.
- Cause:** The Jackson Parish Police Jury failed to adequately monitor federal requirement compliance of their subrecipient, Pine Belt Multi-Purpose Community Action Agency, Inc.
- Effect:** Louisiana Department of Transportation and Development could find the Jackson Parish Police Jury liable for any disallowed costs.
- Recommendation:** Again, we recommend that the Jackson Parish Police Jury should establish procedures to monitor their subrecipients for all future pass-through grants.

**Kenneth D. Folden & Co.**  
**Certified Public Accountants**

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Jackson Parish Police Jury  
Jonesboro, Louisiana

In planning and performing our audit of the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1995, and to obtain reasonable assurance about whether the financial statements are free of material misstatement, we considered the internal control structure and performed tests of compliance as detailed below:

- (1) The internal control structure was considered in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure; and,
- (2) As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Jackson Parish Police Jury's compliance with certain provisions of laws, regulations and contracts. The objective of our audit was not to provide an opinion on overall compliance with such provisions. Accordingly, we did not express such an opinion.

*During our audit, we became aware of certain matters involving immaterial noncompliance with certain provisions of law for the year ended December 31, 1995. Additionally, we are aware of matters noted in the preceding management letter, dated June 15, 1995, involving the immaterial noncompliance with certain provisions of law that were opportunities for strengthening compliance requirements. The memorandum that accompanies this letter summarizes our comments regarding those matters. (We previously reported on the Jackson Parish Police Jury's internal control structure and compliance with laws in our reports dated March 15, 1996.) This letter does not affect our report dated March 15, 1996, on the primary government financial statements of the Jackson Parish Police Jury.*

Sincerely,



**KENNETH D. FOLDEN & CO.**  
Certified Public Accountants

Jonesboro, Louisiana  
March 15, 1996

## Budgets

For the year ended December 31, 1995, the Jackson Parish Police Jury failed to adequately amend the budgeted expenditures of the Road Special Revenue Fund and the following Capital Projects Funds: Community Development Block Grant Fund and the Jail Fund . Failing to amend the budgeted expenditures resulted in actual expenditures exceeding budgeted expenditures by more than five percent. Additionally, the jury failed to adequately amend the Clearing (Special Revenue) Fund revenues by allowing budgeted revenues to exceed actual revenues by more than five percent. Louisiana Revised Statute 39:1310 requires that amendments shall be made whenever actual expenditures are exceeding budgeted expenditures by five percent or more or whenever actual revenues are failing to meet budgeted revenues by five percent or more.

We recommend that the Jackson Parish Police Jury comply with Louisiana Revised Statute 39:1310.

## Capital Lease

In March, 1995, the Jackson Parish Police Jury entered into a 60 month capital lease for road equipment without obtaining prior approval from the State Bond Commission. Article VII, Section 8 and Article VI, Section 33 of the 1974 Louisiana Constitution requires that any indebtedness in excess of 90 days must have the approval of the State Bond Commission.

For any future indebtedness exceeding 90 days, we recommend that the Jackson Parish Police Jury comply with the 1974 Louisiana Constitution.

## Prior Year's Findings

The current status of the findings in the prior year audit report are as follows:

### 1. Jackson Parish Road System -

(a) The prior audit report cited that the five roads accepted into the road system in 1994 were not found to meet the established criteria for inclusion into the system. No action has been taken on the inclusion of these roads into the system.

(b) Also, the prior audit report cited that four roads were found to have locking gates; gates are specifically prohibited per resolution passed on July 13, 1981. Corrective action has been taken.

### 2. Monitoring subrecipient -

The prior audit report cited the Jackson Parish Police Jury for not adequately monitoring their subrecipient, Pine Belt Multi-Purpose Community Action Agency, Inc. regarding a pass-through federal grant. A repeat comment has been made.

### 3. Budgets -

As noted above, a repeat comment has been made.