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GRANT PARISH POLICE JURY
Caldes, Louisiana

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Annual Financial Report
For the year ended December 31, 1968

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Release Date 000 2 1 1969

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June 3, 1999

IMMINENT AUDITORS REPORT

The Grant Parish Police Jury
Cottier, Louisiana 71417

We have audited the accompanying primary government financial statements of the Grant Parish Police Jury, as of and for the year ended December 31, 1998, as listed in the table of contents. These financial statements are the responsibility of the Grant Parish Police Jury's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and *GAGAS Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. 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 provides a reasonable basis for our opinion.

Year 2000 Issues:

Governmental accounting standards require disclosure of certain matters regarding the year 2000 issue. Due to the unprecedented nature of the year 2000 issue, management believes that its effects and the success of remediation efforts will not be fully determinable before the year 2000. Since the effects of the year 2000 issue and the success of remediation efforts cannot be readily determined at the present time, management has elected to omit the required disclosures from the accompanying financial statements.

Litigation:

As discussed in Note 26, the Police Jury is a defendant in numerous lawsuits and legal counsel has been unable to quantify any exposure to losses that may result from certain pending litigation. Furthermore, the auditors have not obtained factual representations from legal counsel regarding the current status of pending litigation and asserted claims.

Since the Police Jury does not maintain general liability insurance coverage, there is no protection from any unfavorable judgments that might arise from the pending litigation or asserted claims.

No provision for any liability that may result has been made in the accompanying financial statements.

General Fixed Assets:

Generally accepted accounting principles require general fixed assets to be reported at actual historical cost or an estimate of the actual historical cost, however, a portion of the Police Jury's general fixed assets have been reported at estimated replacement cost of \$1,360,000. Since an estimated historical cost for these items is not presently available, the amount of misstatement arising from this matter cannot be determined.

Sales Tax Revenue:

Governmental accounting standards allow taxes to be reported as revenue when funds are received by the governmental unit responsible for collecting the taxes. Based on this concept, a portion of the amount reported as current revenue should have been included in revenue reported for the previous year. As a result, current revenue is overstated by approximately \$65,000.

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, except for the effects of the departures noted in the preceding paragraphs the primary government financial statements present fairly, in all material respects, the financial position of the primary government of the Grant Parish Police Jury, as of December 31, 1998, and the results of its operations and the cash flows of its proprietary fund types 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 the component units of the Grant Parish Police Jury, do not purport to, and do not present fairly the financial position of the Grant Parish Police Jury as of December 31, 1998, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 1999 as our consideration of the Grant Parish Police Jury's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The combining statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the primary government financial statements of the Grant Parish Police Jury. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the primary government financial statements of the Grant Parish Police Jury. Such information has been subjected to the auditing procedures applied in the audit of the primary government financial statements and, in our opinion, except for the effects of the misstatements described in the previous

Grant Parish Police Jury
June 3, 1999

paragraphs, the accompanying supplemental information is fairly presented in all material respects in relation to the primary government financial statements taken as a whole.



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June 3, 1999

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

The Grant Parish Police Jury
Collins, Louisiana 71417

We have audited the primary government financial statements of the Grant Parish Police Jury, as of and for the year ended December 31, 1998, and have issued our report thereon dated June 3, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Grant Parish Police Jury's primary government financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these 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 that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Grant Parish Police Jury's internal control over financial reporting 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 over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Grant Parish Police Jury's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 98-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe some of the reportable conditions described above is a material weakness.

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



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June 3, 1979

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL,
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

The Grant Parish Police Jury
Coffey, Louisiana 71417

Compliance

We have audited the compliance of the Grant Parish Police Jury with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 1978. The Grant Parish Police Jury's major federal programs are identified in the summary of auditor's 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 the Grant Parish Police Jury's management. Our responsibility is to express an opinion on the Grant Parish Police Jury's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; 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, *Audit of State, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Grant Parish Police Jury's compliance with these 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 on the Grant Parish Police Jury's compliance with these requirements.

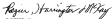
In our opinion, the Grant Parish Police Jury complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 1978.

Internal Control over Compliance

The management of the Grant Parish Police Jury is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Grant Parish Police Jury's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinions on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 over compliance and its operation that we consider to be material weaknesses.

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



RODIER, HARRINGTON & MCKAY
Certified Public Accountants

GRANT PARISH POLICE JURY

Schedule of Findings and Questioned Costs

For the year ended December 31, 1998

PART I - SUMMARY OF AUDITOR'S RESULTS:

- The Independent Auditor's Report on the primary government financial statements for the Grant Parish Police Jury as of December 31, 1998 and for the year then ended expressed a qualified opinion.
- The results of the audit disclosed no instances of noncompliance that are considered to be material to the primary government financial statements of the Grant Parish Police Jury.
- The Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133 expressed an unqualified opinion on compliance requirements for major programs.
- A reportable weakness is included in the schedule of findings and questioned costs; however, this matter was not considered to be a material weakness.
- Major programs for the year ended December 31, 1998 are presented as follows:

UNITED STATES DEPARTMENT OF AGRICULTURE/Passed Through State of Louisiana
CPD&L No. 38-000 - National Forest Receipts

- A threshold of \$300,000 was used for distinguishing between Type A and Type B programs for purposes of identifying major programs.
- The Grant Parish Police Jury was not considered to be a low risk entity as defined by OMB Circular A-133.

PART II - FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL ACCOUNTING STANDARDS:

58-1 Fixed Asset Valuation

Library materials and fixtures have been reported in the general fixed assets account group at an estimated replacement cost of \$1,368,000. Problems associated with reporting fixed assets in this manner are summarized as follows:

- Reporting these items at replacement cost is a departure from generally accepted accounting principles. Generally accepted accounting principles require fixed assets to be reported at historical cost or an estimate of historical cost.
- It is not practical to report fixed assets at replacement cost because the cost of replacement changes on a on-going basis. In order to maintain an accurate record of replacement cost, the amount must be revised at the end of each accounting period. Any benefit that may be derived from reporting these amounts would not justify the clerical burden required to continually identify the current replacement for each item in the

GRANT PARISH POLICE JURY

Schedule of Findings and Questioned Costs

For the year ended December 31, 1998

library's card catalog. Furthermore, it may be impossible to determine replacement cost for items that are no longer in publication.

- Records currently available to substantiate replacement cost are limited to an estimated total replacement cost for the entire contents of each library branch. Due to the absence of detail, it is not practical for auditors to determine if the amount reported as replacement cost is accurate.

In order to resolve this matter, we recommend establishing a capitalization threshold of at least \$500. Any purchases that do not meet the threshold should be excluded from fixed asset reporting. Since the cost of individual components of library materials rarely exceeds the proposed threshold, it will not be necessary to continue capitalizing library materials.

PART IV - FINDINGS AND UNRESOLVED COSTS FOR FISCAL YEAR 1998 STATE POLICE AUDIT FINDINGS AS DETERMINED BY GRANT PARISH POLICE JURY

- None.

GRANT PARISH POLICE JURY
MANAGEMENT'S CORRECTIVE PLAN
 For the Year Ended December 31, 1998

SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS.	
28-1: Fixed Asset Valuation Library materials and fixtures have been reported in the general fixed assets account group at an estimated replacement cost of \$1,340,900. Reporting these items at replacement cost is a departure from generally accepted accounting principles. Generally accepted accounting principles require fixed assets to be reported at historical cost or an estimate of historical cost.	28-1: Response The Grant Parish Police Jury will advise personnel responsible for preparing the annual financial statements of the auditors' findings. Any necessary revisions to the fixed asset capitalization policies can be implemented in the course of preparing financial statements for the year ended December 31, 1999.
SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS.	
No findings were reported in the schedule of findings and questions cost.	Response - N/A
SECTION III MANAGEMENT LETTER	
No findings were reported in the schedule of findings and questions cost.	Response - N/A

GRANT PARISH POLICE JURY
Colfax, Louisiana

Primary Government Financial Statements
As of and for the Year Ended December 31, 1998

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GRANT PARISH POLICE JURY
Coffin, Louisiana
Primary Government Financial Statements
As of and for the Year Ended December 31, 1998

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GRANT HARBOR POLICE JURY
Cuba, Louisiana
ALL FUND TYPES AND ACCOUNT GROUPS

Combined Balance Sheet
December 31, 1995

	SYSTEMS/GENERAL FUND		INVESTMENT FUND - FUND - CAPITAL PROJECTS	ACCOUNT GROUPS		TOTAL BALANCE SHEET (DEBIT/CREDIT)
	GENERAL FUND	RESERVE FUND		GENERAL FUND	RESERVE FUND	
ASSETS AND OTHER DEBIT						
Assets:						
Cash and cash equivalents (note 3)	\$162,678	\$1,245,846	\$ 588,382		\$ 3,142,503	
Receivables (note 5)	295,294	895,246	4,312		1,271,234	
Inventory (note 4)	22,220	65,141	1,948		81,294	
Prepaid expenses				1,948	1,948	
Fixed assets - net, where applicable						
of accumulated depreciation (note 5)						
Total Assets	\$480,182	\$2,206,233	\$594,642	\$3,896,278	\$5,881,834	\$5,881,834
Other debt - amount to be provided for retirement of general long-term obligations						
TOTAL ASSETS AND OTHER DEBIT	\$480,182	\$2,206,233	\$594,642	\$3,896,278	\$5,881,834	\$5,881,834
LIABILITIES, EQUITY AND OTHER CREDITS						
Liabilities:						
Accounts and other payables (note 1B)	\$ 36,294	\$ 178,418	\$ 508	\$ 83,483	\$ 324,008	
Unfunded payables (note 6)	61,318	22,220			83,538	
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 97,612	\$ 200,638	\$ 508	\$ 83,483	\$ 407,541	\$ 5,474,293

Continued

The accompanying notes are an integral part of this statement.

DEAST FRENCH POLICE BURY
Colby, Louisiana
ALL FUND TYPES AND ACCOUNT GROUPS

Condensed Balance Sheet
December 31, 1998

	REGISTRATION FUND				PROPERTY TAX - FISCAL YEAR - INTEREST	ACCOUNT GROUPS				TOTAL AMOUNTS
	GENERAL FUND	DEBT SERVICE FUND	DEBT SERVICE FUND	DEBT SERVICE FUND		GENERAL FUND	GENERAL FUND	GENERAL FUND	GENERAL FUND	
LIABILITIES, EQUITY AND OTHERS										
CHEQUES (Cash)					\$ 31,180					\$ 31,180
Deposits held for others - statement										3,008
notes deposits										26,788
Other liabilities (Item 11)										
Compressed amounts payable (Item 12)					4,982					\$ 4,982
Capital lease purchase agreements										
payable (Item 13)										221,844
Bank loan payable (Item 14)										13,485
Adjustments payable (Item 15)										27,181
Total Liabilities					\$ 37,882					\$ 37,882
Equity and Other Credits										
Constrained capital (Item 17)										None
Investment in general fund assets										445,813
Residual earnings										41,981,579
Fund balances										792,319
Reserved for economic development										
loans (Item 18)										219,220
										250,203

(Continued)

The accompanying notes are an integral part of this statement.

GRANT HOUSE POLICE KEY
 Collins, Louisiana
ALL FUND TYPES AND ACCOUNT GROUPS

Consolidated Balance Sheet
 December 31, 1976

	SCIENTIFIC FUND		PROPERTY FUND		ACCOUNT GROUPS			TOTAL PROGRAMS
	GENERAL FUND	DEBT SERVICE FUND	FUND	EXPENSE FUND	GENERAL	LONG TERM DEBT	RESERVE	
ASSETS								
Current Assets	\$1,621,608	\$12,249	\$	\$	\$,000,000	\$	\$	\$ 2,118,155
Fixed Assets	1,181,761	32,245	\$	\$	1,000,000	\$	\$	2,214,006
Total Assets	\$2,803,369	\$44,494	\$	\$	\$2,000,000	\$	\$	\$ 4,847,865
LIABILITIES, EQUITY AND OTHER CREDIT								
Current Liabilities								
Accounts Payable								
Accrued Payroll								
Accrued Interest								
Other Current Liabilities								
Long Term Liabilities								
Bonds Payable								
Other Long Term Liabilities								
Equity								
Reserve								
Other Equity								
Total Liabilities, Equity and Other Credits	\$2,803,369	\$44,494	\$	\$	\$2,000,000	\$	\$	\$ 4,847,865

TOTAL LIABILITIES, EQUITY AND OTHER CREDITS

NOTE:

The debt service fund is shown in the Supplemental Schedule No. 1 (Debt Service Fund).

(Continued)

The accompanying notes are an integral part of this statement.

GRANT HUNTER POLICE JURY
 Collier, Louisiana
 GOVERNMENTAL FUNDS

Combined Statement of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1998

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	TOTAL GVERNMENTAL FUNDS
REVENUES				
Taxes:				
Ad valorem (net)	\$ 128,152	\$ 312,263		\$ 440,415
Franchise	18,278			18,278
Beer	2,637			2,637
Business permits		40,246		40,246
Sales and use (net)		780,294		780,294
Licenses and permits (net)	8,799			8,799
Intergovernmental revenues:				
Federal grants	1,940	200,879		202,819
State funds:				
Parish transportation funds		269,874		269,874
State training sharing (net)	13,064	80,899		93,963
Severance taxes	427,193			427,193
Proceeds from video-lam poker	88,340			88,340
Other state funds		19,944		19,944
Local funds:				
Transfers in from special accounts of:				
District attorney	26,478	1,060		27,538
District judge	23,008			23,008

(Continued)

The accompanying notes are an integral part of this statement.

GRAND HARRIS POLICE JURY
 Collins, Louisiana
 GOVERNMENTAL FUNDS

Combined Statement of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1998

	GENERAL FUNDS	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	SPECIAL PROGRAMS (PARISHWIDE ONLY)
REVENUES (Cont'd)				
Miscellaneous revenues:				
Fees and charges for services rendered	\$ 196,951			\$ 16,581
Fees and costs recovered by criminal				
rent (195)	11,781	\$ 90,246		18,587
interest earned	3,458	35,890	\$ 797	24,842
remains of property	9,689	4,300		12,980
royalties		47,140		47,100
Miscellaneous other revenues	21,821	159,817		173,206
Total revenues	<u>\$61,790</u>	<u>\$318,604</u>	<u>797</u>	<u>\$398,131</u>
EXPENDITURES				
General government:				
legislative	66,842			93,842
judicial	163,154	111,908		294,542
elections	26,261			26,261
finance and administrative	166,813	143,677		309,890
other general government	21,984	69,830		111,916
public safety	86,295			86,295
public works	1,000	1,405,273		1,408,081

(Continued)

The accompanying notes are an integral part of this statement.

GRAND FATHERS PROJECT FUND
 Galva, Louisiana
 GOVERNMENTAL FUNDS

Combined Statement of Revenues, Expenditures
 and Changes in Fund Balance
 For the Year Ended December 31, 1998

	GENERAL FUNDS	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	TOTAL (MEMORANDUM ONLY)
EXPENDITURES (Cont.)				
Health and welfare	\$ 1,400	\$ 36,573	\$ 215	\$ 38,188
Culture and recreation	10,046	200,186		210,232
Economic development and assistance	15,640			15,640
Debt service		90,794		90,794
Capital assets	4,978	121,113		126,091
Total expenditures	<u>32,964</u>	<u>448,666</u>	<u>215</u>	<u>491,845</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>115,137</u>	<u>81,170</u>	<u>912</u>	<u>197,219</u>
OTHER FINANCING SOURCES (Use)				
Proceeds from capital lease purchase agreements		81,004		81,004
Operating transfers in		24,801		24,801
Operating transfers out	(20,000)			(20,000)
Total other financing sources (use)	<u>(20,000)</u>	<u>105,805</u>	<u>None</u>	<u>85,805</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USE	<u>94,937</u>	<u>187,475</u>	<u>912</u>	<u>283,324</u>

(Continued)

The accompanying notes are an integral part of this statement.

GRAND PARISH POLICE JURY
Cadeau, Louisiana
GOVERNMENTAL FUNDS

Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended December 31, 1998

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND	TOTAL PROBATION/DASH FUND
PERIOD BEGINNING BALANCE	\$ 251,894	\$ 1,684,178	\$ 21,797	\$ 1,957,879
	<u>24,000</u>			<u>24,000</u>
	<u>\$ 415,448</u>	<u>\$ 1,684,178</u>	<u>\$ 21,797</u>	<u>\$ 2,121,423</u>
PERIOD ENDING BALANCE				

PERIOD BEGINNING BALANCE
includes charges on amounts owed from all categories -
Department of Education and Expenditures for
education held in prior years which were not used

PERIOD BEGINNING BALANCE

NOTE

The debt service fund is known as the Bienville Parish Police No. 1 Debt Service Fund.

(Continued)

The accompanying notes are an integral part of this statement.

GRAND PARISH POLICE DEPT
Caldic, Louisiana
CONTROLMENTAL 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, 1998

	GENERAL FUND		SPECIAL REVENUE FUNDS	
	BUDGET	ACTUAL	BUDGET	ACTUAL
REVENUES				
Taxes:				
Ad valorem (net)	\$ 118,000	\$ 120,502	\$ 13,312	\$ 117,269
Sales and use (net)		31,171	(4,825)	263,256
Other taxes		5,740	6,798	43,246
License and permits (net)				
Intergovernmental revenues	5,000	7,782	(1,013)	268,438
Federal grants				428
State funds:				
French transportation funds		19,884	1,084	265,074
Tour revenue sharing (net)	28,000	417,261	49,281	6,079
Revenue bonds				
Other state funds	24,000	48,243	11,243	19,094
Local funds	20,000	34,479	4,479	3,188
Miscellaneous revenues:		195,251		
Fines and charges for services rendered				
Flood and water returned by criminal				
users (net)	11,000	11,791	791	98,756
Income earned		3,408	3,408	34,648
Rents of properties	40,000	9,600	(60,000)	4,100
				(46,700)

(Continued)

The accompanying notes are an integral part of this statement.

GRANT FUNDING POLICY REVIEW
 California, Louisiana
 COMPENSATIONAL FUNDS - GENERAL AND SPECIAL
 REVENUE FUNDS

Combined Statement of Revenues, Expenditures and
 Change in Fund Balances - Budget (GAAP Basis) and Actual
 For the Year Ended December 31, 1998

	GENERAL FUND		SPECIAL REVENUE FUNDS	
	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES (Cont'd)				
Miscellaneous revenues (Cont'd)	\$ 31,881	\$ 31,881	\$ 47,040	\$ 47,040
Royalties	882,790	882,790	1,890,817	1,890,817
Miscellaneous other revenues			1,378,628	1,378,628
Total revenues	<u>\$ 914,671</u>	<u>\$ 914,671</u>	<u>\$ 2,716,485</u>	<u>\$ 2,716,485</u>
EXPENDITURES				
General government				
Legislative	96,842	1,000	101,308	85,380
Judicial	491,114	5,844		
Executive	34,862	23,879		
Process and administration	146,413	3,987	143,477	94,023
Other general government	25,000	3,014	28,000	40,970
Public safety	86,348	20,694		
Public works	1,028	(1,028)	2,488,000	662,437
Health and welfare	1,880	8,117	240,000	34,423
Culture and recreation	13,348	6,024	362,000	114,474
Economic development and assistance				110,614
Debt service	19,000	19,000	97,764	89,744

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PASSAGE PROJECT FUND
 Public Libraries
 GOVERNMENTAL FUNDS - GENERAL AND SPECIAL
 REVENUE FUNDS

Combined Statement of Revenues, Expenditures and
 Changes in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended December 31, 1998

	GENERAL FUND		SPECIAL REVENUE FUNDS	
	BUDGET	ACTUAL	BUDGET	ACTUAL
EXPENDITURES (Cont'd)				
Capital outlay	\$ 180,000	\$ 4,878	\$ 171,121	\$ 202,010
Total expenditures	842,000	859,315	3,384,000	3,641,198
	(105,000)	153,152	(1,621,000)	821,790
EXCESS/DEFICIENCY OF REVENUES OVER EXPENDITURES				
OTHER FINANCING RESOURCES FUND				
Proceeds from capital lease purchase agreements				61,604
Operating transfers in				21,801
Operating transfers out		(13,801)		(13,801)
Total other financing resources (net)		(13,801)		69,604
EXCESS/DEFICIENCY OF REVENUES AND OTHER FINANCING RESOURCES OVER EXPENDITURES AND OTHERS	(105,000)	129,498	(1,611,000)	(1,769,403)

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
 CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Colfax, Louisiana
 PROPRIETARY FUND - ENTERPRISE FUND

Statement of Revenues, Expenses and
 Changes in Retained Earnings
 For the Year Ended December 31, 1998

OPERATING REVENUES	\$ 323,560
Sales of natural gas	1,074
Other operating revenues	<u>324,635</u>
Total operating revenues	<u>324,635</u>
OPERATING EXPENSES	179,917
Purchases of natural gas	35,368
Salaries and wages - clerical	7,780
Employers' related benefits and costs - clerical	893
Contract labor - clerical	90
Collection fees	848
Travel, convention and similar expenses - clerical	11,355
Insurance and safety fund premiums	
Maintenance and repairs of natural gas distribution system:	
Salaries and wages	48,604
Employers' related benefits and costs	8,488
Contract labor	940
Engineering, inspection and other fees	18,373
Travel, convention and similar expenses	278
Materials and supplies	8,180
Equipment expense	4,444
Maintenance and repairs of real property	2,028
Rentals	7,679
Telephone	1,355
Postage	2,894
Utilities	4,328
Office supplies and expenses	3,633
Bank service charges	284

(Continued)

The accompanying notes are an integral part of this statement.

**GRANT PARISH POLICE JURY
 CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Colfax, Louisiana
 PROPRIETARY FUND - ENTERPRISE FUND**

**Statement of Revenues, Expenses and
 Changes in Retained Earnings
 For the Year Ended December 31, 1998**

OPERATING EXPENSES (Cont'd)	
Depreciation	<u>\$ 35,636</u>
Total operating expenses	<u>941,581</u>
OPERATING LOSS	<u>(18,866)</u>
NONOPERATING REVENUES (EXPENSES)	
Interest earned	27,832
Collections of receivables that had been written off	17
Vendor's compensation	92
Loss from uncollectible receivables that were written off	(818)
Paying agent and trustee fees	<u>(1,580)</u>
Total nonoperating revenues (expenses)	<u>25,723</u>
NET INCOME	8,856
ADD DEPRECIATION ON IMPROVEMENTS TO NATURAL GAS DISTRIBUTION SYSTEM FINANCED WITH CONTRIBUTED CAPITAL	<u>11,929</u>
INCREASE IN RETAINED EARNINGS	30,815
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>772,864</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 792,910</u>

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Coffin, Louisiana
PROPRIETARY FUNDS - ENTERPRISE FUND

Statement of Cash Flows
 For the Year Ended December 31, 1998

Cash flows from operating activities:	
Net income	\$ 8,908
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	35,636
Interest earned	(27,812)
(Decrease) in receivables (excluding increase in accrued interest receivable)	36,176
Increase in prepaid expenses	(1,200)
Decrease in accounts and other payables	(17,499)
Increase in deposits held for others - customers' meter deposits	690
Increase in compensated absence payable	1,215
Net cash provided by operating activities	<u>26,433</u>
Cash flows from capital activities:	
Purchase of portable building	(3,054)
Purchase of office equipment	(7,999)
Net cash used for capital activities	<u>(11,053)</u>
Cash flows from investing activities:	
Interest earned	27,812
Increase in accrued interest receivable	(2,013)
Net cash provided by investing activities	<u>25,819</u>
Net increase in cash and cash equivalents	40,200
Cash and cash equivalents at beginning of year	<u>535,814</u>
Cash and cash equivalents at end of year	<u>\$ 576,014</u>

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Coles, Louisiana
PROPRIETARY FUND - ENTERPRISE FUND

Statement of Cash Flows
 For the Year Ended December 31, 1998

Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	<u>\$ (16,866)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	15,636
Collections of receivables that had been written off	12
Vendor's compensation	92
Loss from uncollectible receivables that were written off	(618)
Paying agent and trustee fees	(1,546)
Changes in assets and liabilities:	
Decrease in receivables (excluding increase in accrued interest receivable)	26,176
Increase in prepaid expenses	(1,266)
Decrease in accounts and other payables	(17,480)
Increase in deposits held for others - customers' meter deposits	690
Increase in compensated absences payable	<u>1,373</u>
Net adjustments	<u>41,119</u>
Net cash provided by operating activities	<u>\$ 24,253</u>

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
Cajal, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 1998

INTRODUCTION

The Grant Parish Police Jury (police jury) is the governing authority for Grant Parish and is a political subdivision of the State of Louisiana. The police jury is governed by eight jurors representing the various districts within the parish. The jurors serve four-year terms that expire on January 1, 2000.

Louisiana Revised Statute 33:1234 gives the police jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of these are the powers to: pass regulations affecting parish 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 primarily by ad valorem taxes, sales and use taxes, federal grants, state funds of various descriptions, and interest earnings.

Grant Parish, located in north central Louisiana, encompasses an area of 683 square miles, or 437,120 acres and has a population of approximately 18,755. Agriculture, manufacturing and timber are the major industries of the parish. For the year ended December 31, 1998, payrolls of certain funds of the police jury and some component units included in the accompanying financial statements totaled \$1,180,560. The number of full-time and part-time employees is approximately 92. Employees of the police jury's Parish Road Maintenance Fund maintain an estimated 954 miles of roads.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements of the Grant Parish Police Jury have been prepared in conformity with generally accepted accounting principles (GAAP) 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

As the governing authority of the parish, for reporting purposes, the Grant Parish Police Jury is the financial reporting entity for Grant Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and

GRANT PARISH POLICE JURY
 Collins, Louisiana
 Notes to the Financial Statements
 As of and for the Year Ended December 31, 1998
 (Continued)

(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.

GASB Statement No. 14 established criteria for determining which component units should be considered part of the Grant 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's 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 police jury has determined that the following component units are part of the reporting entity:

Component Unit	Fiscal Year End	Criteria Used
1. Fire District No. 1	N/A	I and III
2. Fire District No. 2	N/A	I and III
3. Fire District No. 3	N/A	I and III
4. Fire District No. 4	N/A	I and III
5. Fire District No. 5	N/A	I and III
6. Fire District No. 6	N/A	I and III
7. Fire District No. 7	N/A	I and III
8. Grant Parish Communi- cations District	N/A	I and III
9. Hospital Service District No. 7	N/A	I and III

GRANT PARISH POLICE JURY
 Collins, Louisiana
 Notes to the Financial Statements
 As of and for the Year Ended December 31, 1998
 (Continued)

Component Unit	Fiscal Year End	Criteria Used
10. LaSalle/Grant Solid Waste Disposal District	N/A	IB and 2
11. Recreation District No. 2 of Grant Parish	N/A	1 and IB

N/A: Not Available

The police jury has chosen to issue financial statements of the primary government (police jury) only; therefore, none of the previously listed component units are included in the accompanying financial statements.

The police jury's financial statements include all funds, account groups, and governmental entities for which the police jury maintains the accounting records. The governmental entities for which the police jury maintains the accounting records are: the Grant Parish Library, the Thirty-Fifth Judicial District Criminal Court, and Hospital Service District No. 1. Also included are the financial statements of the Enterprise Fund of Consolidated Gas Utility Districts of Grant Parish, as the police jury is responsible for the management of this governmental entity. These governmental entities are considered part of the primary government (police jury).

GASB Statement No. 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. However, the primary government's (police jury's) financial statements are not a substitute for the reporting entity's financial statements. The accompanying 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 repeat on the reporting entity but rather are intended to reflect only the financial statements of the primary government (police jury) and the governmental entities detailed in the foregoing paragraph.

Considered in the determination of component units of the reporting entity were the Grant Parish School Board and the various municipalities in the parish. It was determined that these governmental entities are not component units of the Grant Parish Police Jury reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Grant Parish Police Jury.

GRANT PARISH POLICE JURY
Coffee, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

C. FUND ACCOUNTING

The 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. An account group, on the other hand, 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 effect net expendable available financial resources.

Funds of the police jury are classified into two categories, governmental and proprietary. In addition, each category is divided into separate fund types, existing fund types are discussed below.

GOVERNMENTAL FUNDS

Governmental funds are used to account for most of the police jury's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition and/or construction of general fund assets and the servicing of general long-term debt. A discussion of each of the governmental fund types follows:

1. The General Fund is the general operating fund of the police jury. It accounts 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 specific purposes.
3. 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 police jury has one debt service fund, the Hospital Service District No. 1 Debt Service Fund.

In 1977, the final payment of principal and interest was made by the Hospital Service District No. 1 Debt Service Fund on a \$2,950,000 issue of general obligation bonds of the district dated February 1, 1977. At December

GRANT PARISH POLICE JURY
Cottier, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

31, 1998, there was \$52,249 in the fund balance of this fund. The fund balance is recorded as unassigned/uncommitted in the accompanying financial statements and may be designated, by a majority vote of the police jury, for expenditures that are the same as expenditures for which the general obligation bonds were issued.

PROPRIETARY FUNDS

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. The police jury has one fund that falls within the proprietary fund category, an Enterprise Fund. Paragraphs that follow provide a description of the Enterprise Fund.

The Enterprise Fund accounts for operations where the intent of management is that the costs (expenses, including depreciation) of providing goods or services to the general public are a continuing basis be financed or recovered primarily through user charges, or where management has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The basis of accounting followed by proprietary funds is similar to accounting practices utilized by business enterprises. Due to these similarities, proprietary funds are allowed to follow certain pronouncements that are developed by the Financial Accounting Standards Board (FASB) for business enterprises. However, the police jury only applies those FASB pronouncements that were issued on or before November 16, 1989.

During a meeting held on January 13, 1994, the police jury passed a resolution that was retroactive to an effective date of December 31, 1993, dissolving Gas Utility District Numbers 1, 4 and 5 of Grant Parish. In addition, the aforementioned resolution provided for the creation of a single district, retroactive to an effective date of January 1, 1994, to be known as Consolidated Gas Utility Districts of Grant Parish. The single district encompasses any and all of the franchise areas of the dissolved districts and the police jury has the authority to grant new franchise areas to the single district. Actions of the police jury, as described, are authorized by certain provisions of Louisiana Revised Statute 33:4001.

GRANT PARISH POLICE JURY
Caldic, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

Managed by the police jury, Consolidated Gas Utility District of Grant Parish - Enterprise Fund owns, maintains and operates a natural gas distribution system that is comprised of an estimated 176 miles of pipeline and 6.44 miles of service line, that serves approximately 1,873 customers in franchised areas located in Grant Parish, and has five full-time employees and two part-time employees.

The operations of the Enterprise Fund are financed primarily from: profits realized from the sales of natural gas, other operating revenues of varying descriptions, and interest earnings.

II. 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, generally only current assets and current liabilities are 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 fund types. Governmental funds use the following practices in recording revenues and expenditures:

REVENUES

Ad valorem taxes and the related state revenue sharing (which is based on population and homesteads in the parish) are recorded in the year the taxes are assessed. 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 of the current year and January and February of the ensuing year.

Sales and use taxes are recognized when received by the police jury's collection agent.

Federal funds and state grants are recorded when the police jury is entitled to these revenues.

Fines and costs assessed by the criminal court are recorded when they are collected by the tax collector.

GRANT PARISH POLICE JURY
Coffin, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

Interest income on certificates of deposit is recorded when the certificates of deposit have matured and the interest income is available. Interest income from other sources is recorded when received.

Substantially, all other revenues are recorded when they become available to the police jury.

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 obligations which are recognized when due; and compensated absences (annual leave) which are recognized when the annual leave is taken or employees are paid for unused annual leave.

OTHER FINANCING SOURCES (USES)

Principal amounts of capital lease purchase agreements, proceeds of bank loans, proceeds from the sales of fixed assets, timber and scrap materials, insurance recoveries and transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses). The principal amounts of capital lease purchase agreements and proceeds of bank loans are recorded when related general long-term obligations are incurred. Proceeds from the sales of fixed assets, timber and scrap materials, and insurance recoveries are recorded when received. Transfers between funds, that are not expected to be repaid, are recorded when made.

The Enterprise Fund included in the accompanying financial statements uses the accrual basis of accounting and is accounted for on a flow of economic resources measurement basis, and a determination of net income and capital maintenance. With this measurement basis, all assets and all liabilities associated with the operation of this fund are included on the balance sheet of the Enterprise Fund. Revenues are recognized when earned, and expenses are recognized as the fund liabilities are incurred.

E. BUDGETS

Proposed original budgets for the year ended December 31, 1998, were prepared on all funds of the police jury, with the exception of a budget for the

GRANT PARISH POLICE JURY
Crisco, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

Hospital Service District No. 1 Debt Service Fund. The original 1998 budgets were prepared in accordance with generally accepted accounting principles (GAAP Basis) and do not include encumbrances, if any.

The proposed original budgets for the year ended December 31, 1998, with a notice that they were available for inspection by the public, were not published in the official journal of the police jury. A public hearing on the proposed original 1998 budgets was held on December 29, 1997, and a notice of this hearing, which included a statement that the budgets were available for inspection by the public, was published in the official journal of the police jury on December 4, 1997. The proposed original 1998 budgets were adopted during the December 22, 1997, meeting of the police jury and were published in the official journal of the police jury on January 8, 1998.

Amended budgets for the year ended December 31, 1998, were approved by the police jury during a meeting held on December 16, 1998, and were published in the official journal of the police jury on December 17, 1998. The amended budgets included budgets for all funds of the police jury, with the exception of a budget for the Hospital Service District No. 1 Debt Service Fund. Amended 1998 budgets were prepared in accordance with generally accepted accounting principles (GAAP Basis) and do not include encumbrances, if any.

The approved amended budgets for 1998 were used to prepare the budget comparison statement included in the accompanying financial statements.

All budgets must be approved by majority vote of the police jury, as by all amendments or changes to budgets previously approved by the police jury. Unexpended budget balances lapse at the end of each year. During the year, fiscal budgetary accounts are not integrated into the accounting system of the police jury as management control devices.

F. ENCUMBRANCES

Outstanding encumbrances at December 31, 1998, if any, are not recorded or recognized in the accompanying financial statements.

GRANT PARISH POLICE JURY
Culiac, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1988
(Continued)

G. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest bearing demand deposits, and cash equivalents include amounts in time deposits. Cash and cash equivalents of the police jury at December 31, 1988, are comprised of interest bearing demand deposits and time deposits (certificates of deposit and savings accounts). Under state law, the police jury may deposit funds in demand deposits, interest bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

H. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered and reimbursements of expenditures. Outstanding receivables and payables resulting from the above-described transactions at the end of each year are classified as interfund receivables/payables on the balance sheets of funds involved in these transactions. Outstanding short-term interfund loans at the end of each year are also classified as interfund receivables/payables on the balance sheets of funds involved in these transactions.

I. ADVANCES TO OTHER FUNDS

Long-term interfund loan receivables are recorded as advances to other funds and advances from other funds, and are offset in equal amounts by fund balance reserve accounts. This indicates that long-term interfund loan receivables do not constitute available expendable financial resources and, consequently, are not available for appropriation.

J. PREPAID ITEMS/EXPENSES

Prepaid items of governmental funds are charged against expenditures when the related fund liability is incurred.

Prepaid expenses of the Enterprise Fund, as shown on Statement A, reflects charges incurred in the accounts for benefits not yet received. Amortization of prepaid expenses is based on the period of time for which the expenses are prepaid. Prepaid expenses, when amortized, are charged against related operating expenses of the Enterprise Fund.

K. FIXED ASSETS

FIXED ASSETS - ENTERPRISE FUND

Fixed assets used in the operations of the Enterprise Fund are reported on Statement A, net of accumulated depreciation. Depreciation of all depreciable fixed assets used in the operations of the Enterprise Fund is charged as an expense against operations.

All fixed assets of the Enterprise Fund are valued at historical cost. Depreciation is/has computed using the straight-line method over: estimated useful lives of five, ten and fifty years for separate and various parts of the natural gas distribution system; an estimated useful life of fourteen years for a mobile home and five years for a portable building, and estimated useful lives of five, five and ten years for separate and individual pieces of equipment.

GENERAL FIXED ASSETS - GENERAL FIXED ASSETS ACCOUNT GROUP

General fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed and the related fixed assets are recorded (capitalized) in the accounts of the General Fixed Assets Account Group, and are reported as such on Statement A. The costs of public domain or infrastructure and interest costs incurred during the construction of general fixed assets are not recorded (capitalized) in the accounts of the General Fixed Assets Account Group. In addition, depreciation of general fixed assets is not recorded.

The methods used in placing values on the general fixed assets recorded (capitalized) in the General Fixed Assets Account Group, as reported on Statement A, and the per cent of the total of the general fixed asset inventory at December 31, 1998, that is valued by each method is as follows: historical cost method 62.5 per cent, estimation of cost method 7.2 per cent, estimation of value method 1.6 per cent, and estimated replacement cost method 28.7 per cent. Minutes of police jury meetings, estimated values of certain real property owned by the police jury that were provided by the Grant Parish Assessor, a copy of a lease purchase agreement on a building being purchased by the police jury, a copy of the mobile equipment schedule maintained by an employee of the police jury and updated through December 31, 1998, information provided by an employee of the Rapides Regional Medical Center and information provided by the Director of the Grant Parish Library were used in the valuation of general fixed assets on which historical costs were not available.

GRANT PARISH POLICE JURY
Caldes, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

1. ANNUAL AND SICK LEAVE

POLICE JURY AND CRIMINAL COURT EMPLOYEES

Employees of the police jury and criminal court earn 10 to 18 days of annual leave each year, depending on years of service. Employees may accumulate and carry forward up to 30 days of annual leave. Upon resignation or retirement, employees are paid for accumulated annual leave up to a maximum of 20 days. Employees of the Enterprise Fund are considered to be employees of the police jury.

Police jury employees accrue sick leave at the rate of one day for each month of continuous service; a maximum of 90 days of sick leave may be accumulated. Accumulated sick leave is forfeited at termination of employment.

LIBRARY EMPLOYEES

Each salaried employee of the library may earn 10 to 20 days of annual leave each year depending upon years of service; these earnings are based on a 40 hour work week and are prorated according to the number of hours worked each week. Employees may accumulate and carry forward the equivalent of up to one year of annual leave, or 160 hours; accumulated annual leave over 160 hours is forfeited. The amount of annual leave that may be carried forward is based on a 40 hour work week and is prorated according to the number of hours worked each week. Upon voluntary resignation or retirement, employees are paid for annual leave accumulated to the date of separation not to exceed 160 hours; the maximum amount that may be accrued, provided at least two weeks notice is given in writing of the effective date of resignation or retirement. If an employee is fired, accrued annual leave will be cancelled and no payment is made for accrued annual leave.

Each salaried employee is granted sick leave of 12 days per year, or 96 hours; earnings of sick leave are based on a 40 hour work week and are prorated according to the number of hours worked each week. The maximum number of days that may be accumulated is 24 days, or 192 hours and is prorated based on the number of hours worked per week. Sick leave above 96 hours is forfeited. Accumulated sick leave is cancelled upon termination of employment for any reason and no payment will be made for unused sick leave.

The police jury's recognition and measurement criteria, based on GASB Statement No. 16, for determining employees' vested annual leave benefits or compensated absences payable follows:

GRANT PARISH POLICE JURY
Covington, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

1. The employees' rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

M. LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from Enterprise Fund operations are accounted for in this fund.

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 on general long-term obligations are recognized in the related governmental funds when due.

N. FUND EQUITY

CONTRIBUTED CAPITAL

Capital grants or contributions received by the Enterprise Fund from governmental entities, developers, customers or other funds that are restricted for the acquisition or construction of capital assets are recorded as contributed capital. Contributed capital is amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such resources. This depreciation is closed to the contributed capital account and is reflected as an adjustment to net income.

RESERVES

Fund equity - reserved accounts represents those portions of fund equity not appropriate for the expenditure or those fund equity accounts legally segregated for a specific future use or for specific future uses.

O. INTERFUND TRANSACTIONS

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/ expenses initially made from it that are properly applicable to another fund are recorded as expenditures/ expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

GRANT PARISH POLICE JURY
Caldic, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

All other interfund transactions, except quasi-internal transactions and reimbursements, are reported as transfers. Misappropriating or nonreciprocal permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

F. SALES AND USE TAX

On September 20, 1984, voters of the parish approved a one per cent sales and use tax with no expiration date that is dedicated to paying the cost of constructing, acquiring, improving, maintaining, and operating solid waste collection and disposal facilities for the parish, including the cost of enforcing litter laws and the payment of the cost of closing garbage dumps owned or operated by the parish at the time the sales and use tax proposition was passed. In addition, proceeds from the sales and use tax can be used to fund bonds to pay related capital costs. The Sheriff and Ex-Officio Tax Collector of Grant Parish collects the sales and use tax for a fee of 1.75 per cent of collections.

Q. 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.

3. FUND DEFICITS

At December 31, 1998, there were no deficits in the individual unreserved/undesignated fund balance accounts of the police jury's governmental funds. In addition, there was no deficit in the retained earnings account of the police jury's Enterprise Fund at December 31, 1998.

3. EXPENDITURES - ACTUAL AND BUDGET

For the year ended December 31, 1998, expenditures budgeted for the Criminal Court Fund totaled \$110,000. However, 1998 expenditures of this fund totaled \$126,553, an excess of actual expenditures over budgeted expenditures in the amount of \$16,553.

GRANT PARISH POLICE JURY
 Calhoun, Louisiana
 Notes to the Financial Statements
 As of and For the Year Ended December 31, 1998
 (Continued)

4. AD VALOREM TAXES

The following is a summary of authorized and levied ad valorem tax millages for the year ended December 31, 1998:

Fund	Authorized Millage	Levied Millage	Expiration Date
Parishwide taxes:			
General Fund	4.71	4.71	None
Parish Road Maintenance Fund	8.56	8.56	2007
Courthouse and Jail Maintenance Fund	3.20	3.20	2007
Library Maintenance Fund	6.35	6.35	1999
Health Unit Maintenance Fund	2.14	2.14	2007

Ad valorem taxes are collected for the police jury by the Grant Parish Sheriff and Ex-Officio Tax Collector.

The following are the ad valorem taxpayers for 1998 who own property in Grant Parish that has a total assessed valuation of at least \$1,000,000, the total 1998 assessed valuation of property owned by each of these taxpayers and the amount of 1998 ad valorem taxes assessed thereon.

1. Taxpayer: Ditco Apparel of California
 Type of business: Manufacturing
 Assessed valuation: \$1,339,151
 Percentage of total assessed valuation: 7.80%
 Amount of ad valorem taxes assessed: \$466,312
 Percentage of total ad valorem taxes assessed: 12.67%
2. Taxpayer: Central Louisiana Electric Co., Inc.
 Type of business: Public utility
 Assessed valuation: \$2,914,083
 Percentage of total assessed valuation: 6.84%
 Amount of ad valorem taxes assessed: \$401,083
 Percentage of total ad valorem taxes assessed: 11.13%

GRANT PARISH POLICE JURY
Cottice, Louisiana
Notes to the Financial Statements
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(Continued)

5. Taxpayer: Farnham Industries, Inc.
Type of business: Chemicals
Assessed valuation: \$2,480,640
Percentage of total assessed valuation: 5.03%
Amount of ad valorem taxes assessed: \$244,865
Percentage of total ad valorem taxes assessed: 9.60%
4. Taxpayer: Bellefleur
Type of business: Public utility
Assessed valuation: \$1,908,568
Percentage of total assessed valuation: 4.48%
Amount of ad valorem taxes assessed: \$215,812
Percentage of total ad valorem taxes assessed: 7.17%
3. Taxpayer: Louisiana and Arkansas Railway Co.
Type of business: Public utility
Assessed valuation: \$1,621,520
Percentage of total assessed valuation: 3.81%
Amount of ad valorem taxes assessed: \$194,788
Percentage of total ad valorem taxes assessed: 3.42%
6. Taxpayer: Hunt Plywood Co.
Type of business: Timber
Assessed valuation: \$1,133,783
Percentage of total assessed valuation: 2.71%
Amount of ad valorem taxes assessed: \$155,599
Percentage of total ad valorem taxes assessed: 4.33%
7. Taxpayer: Transline Gas Co.
Type of business: Public utility
Assessed valuation: \$1,062,180
Percentage of total assessed valuation: 2.50%
Amount of ad valorem taxes assessed: \$143,131
Percentage of total ad valorem taxes assessed: 3.98%

The total 1998 assessed valuation of property owned by the above taxpayers located in Grant Parish, is \$14,474,018 or 34.02 per cent of the total 1998 assessed valuation of property in Grant Parish. Ad valorem taxes imposed on these taxpayers total \$1,990,470 or 34.53 per cent of the total 1998 ad valorem taxes levied.

The total 1998 assessed valuation of property in Grant Parish is \$42,537,646 and the total of ad valorem taxes levied on this total assessed valuation is \$3,593,882.

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 Notes to the Financial Statements
 As of and for the Year Ended December 31, 1998
 (Continued)

5. CASH AND CASH EQUIVALENTS

At December 31, 1998, the police jury has cash and cash equivalents (bank balances) totaling \$2,142,563 as follows:

Interest bearing demand deposits	\$1,264,413
Time deposits	____978,150
Total	\$2,142,563

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 or exceed 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, 1998, the police jury has \$2,240,818 in deposits (collected bank balances). These deposits are secured from risk by \$180,000 of federal deposit insurance and \$2,060,818 of pledged securities held by the custodial bank in the name of the fiscal agent bank (CLASS Category 3).

Even though the pledged securities are considered uncollateralized (Category 3), under the provisions of GASB Statement No. 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 30 days of being notified by the police jury that the fiscal agent has failed to pay deposit of funds upon demand.

6. RECEIVABLES

The following is a summary of receivables at December 31, 1998:

Class of Receivable	General Fund	Special Revenue Fund	Enterprise Fund	Total
Taxes:				
Ad valorem	\$113,198	\$486,671		\$ 599,869
Sales and use		49,545		49,545
Other	2,833			2,833

GRANT PARISH POLICE JURY
 Collins, Louisiana
 Notes to the Financial Statements
 As of and for the Year Ended December 31, 1998
 (Continued)

Class of Receivable	General Fund	Special Revenue Funds	Enterprise Fund	Total
Intergovernmental - revenues:				
Federal	\$ 1,597			\$ 1,597
State	189,716	\$119,957		309,673
Local	1,194			1,194
Accounts			\$34,253	34,253
Other	61,733	36,393	5,059	103,185
Total	\$254,240	\$156,350	\$39,312	\$450,002

Receivables at December 31, 1998, of the Enterprise Fund resulting from the sales of natural gas are due from residents of Grant Parish, Louisiana. This situation represents a concentration of credit risk, as defined by generally accepted accounting principles. In order to limit potential losses, customers of the Enterprise Fund are required to put up a refundable deposit; presently, the required amount is \$125. Deposits received from customers are recorded in the accounts as deposits held for others - customers' water deposits; these deposits total \$73,180 at December 31, 1998.

Year end receivables that prove uncollectible are written off in the subsequent year.

7. CRIMINAL COURT FUND

Louisiana Revised Statute 15:571.11 requires that one-half of any fund balance remaining in the Criminal Court Fund at year end be transferred to the General Fund. The police jury does not establish interfund receivables for any year end fund balances remaining in the Criminal Court Fund, as these interfund receivables are not collectible.

8. INTERFUND ASSETS/LIABILITIES

The following are summaries of interfund assets/liabilities at December 31, 1998.

INTERFUND RECEIVABLES/PAYABLES

Receivable Funds	Payable Funds	Amount
General Fund	Parish Road Maintenance Fund	\$ 4,113
General Fund	Sanitary Landfill Maintenance Fund	293

GRANT PARISH POLICE JURY
 Coffin, Louisiana
 Notes to the Financial Statements
 As of and for the Year Ended December 31, 1998
 (Continued)

Receivable Funds	Payable Funds	Amount
General Fund	Courthouse and Jail Maintenance Fund	\$ 671
General Fund	Health Unit Maintenance Fund	575
General Fund	Criminal Court Fund	16,586
Parish Board		
Maintenance Fund	Library Maintenance Fund	28
Sanitary Landfill		
Maintenance Fund	General Fund	(4,303)
Criminal Court Fund	General Fund	20,716
		<u>\$83,384</u>
Total		

3. FIXED ASSETS AND ACCUMULATED DEPRECIATION,
 AND CHANGES IN GENERAL FIXED ASSETS

FIXED ASSETS AND ACCUMULATED DEPRECIATION -
ENTERPRISE FUND

A summary of Enterprise Fund fixed assets and accumulated depreciation thereon at December 31, 1998, follows:

Description	Fixed Assets	Less Accumulated Depreciation	Net Fixed Assets
Natural gas distribution system	\$1,245,900	\$552,892	\$693,010
Mobile home and portable building	3,679	(625)	3,054
Equipment	<u>103,844</u>	<u>(63,851)</u>	<u>39,993</u>
Total	\$1,353,423	\$617,368	\$736,055

Additions to fixed assets totaled \$7,004 in 1998. There were no disposals of fixed assets during the same period.

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 Notes to the Financial Statements
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 (Continued)

**CHANGES IN GENERAL FIXED ASSETS - GENERAL
 FIXED ASSETS ACCOUNT GROUP**

A summary of transactions of the general fixed assets recorded (capitalized) in the accounts of the General Fixed Assets Account Group for the year ended December 31, 1998, follows:

Description	Balance	Additions	Deletions	Balance
	January 1, 1998			in 1998
Land	\$ 194,250			\$ 194,250
Buildings	1,814,077	\$ 2,933		1,820,000
Office equipment	30,776	183,325		204,101
Automobiles and light trucks	41,121	3,800		44,921
Heavy duty trucks	513,004			513,004
Heavy movable equipment	1,082,171	158,145	\$463,424	776,892
Other equipment	43,569	1,500		45,069
Library books and materials	1,340,000			1,340,000
Bookmobile	49,000			49,000
Solid Waste Pick-Up Station	114,458	90,188		204,646
Total	\$5,109,112	\$495,821	\$463,424	\$5,025,509

The \$495,821 in additions to general fixed assets as shown above are comprised of purchases totaling \$317,191 and adjustments to the general fixed assets owned but not previously recorded in the amount of \$178,630. Deletions in the amount of \$463,424 as reflected above are the total of adjustments made to delete the cost of four motor graders, which were thought in 1997 to be purchased by capital lease purchase agreements, that were recorded in the General Fixed Assets Account Group. However, one of the findings in the prior audit report stated that the motor graders were not purchased and their cost should not have been recorded in the General Fixed Assets Account Group. As a result of this audit finding, the cost of these motor graders were deleted from the accounts of the General Fixed Assets Account Group and the principal balances of the related capital lease purchase agreements payable at January 1, 1998, were eliminated from the accounts of the General Long-Term Obligations Account Group.

GRANT PARISH POLICE JURY

Coffin, Louisiana

Notes to the Financial Statements

As of and For the Year Ended December 31, 1998

(Continued)

NET FIXED ASSETS - ENTERPRISE FUND AND BALANCE
OF GENERAL FUND ASSETS - GENERAL FIXED ASSETS
ACCOUNT GROUP

As shown by the total (noncondam only) column of Statement A, the net fixed assets of the Enterprise Fund and the balance of the general fixed assets recorded (capitalized) in the General Fixed Assets Account Group total \$5,801,634 at December 31, 1998.

10. ACCOUNTS AND OTHER PAYABLES

Accounts and other payables at December 31, 1998, are summarized as follows:

Class of Payable	General Fund	Special Revenue Funds	Debt Service Fund	Enterprise Fund	Total
Salaries	\$26,280	\$ 47,397	\$310	\$20,736	\$ 94,823
Employers' withholdings	11,628			3,517	15,145
Accounts due	17,870	80,323		24,882	123,075
	<u>558</u>	<u>77</u>	<u></u>	<u>998</u>	<u>1,527</u>
Total	\$56,286	\$128,497	\$310	\$26,636	\$212,090

Contingent on the receipt of a rural development grant, the police jury has agreed to reimburse the Grant Parish Sheriff's Office \$20,000 for a portion of the cost of a new kitchen for the parish jail. This amount is not recorded as a payable.

11. OTHER LIABILITIES

Other liabilities in the amount of \$2,808 at December 31, 1998, are comprised of the unexpended balance of state grants received by Camp Josie Harrison, a recreational facility located in Grant Parish that is owned by Louisiana State University and Agricultural and Mechanical College, for which the Grant Parish Police Jury has an operating lease. The police jury is administering the grants for Camp Josie Harrison. Transactions related to these grants are recorded in the General Fund.

GRANT PARISH POLICE JURY
Cajala, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

12. COMPENSATED ABSENCES PAYABLE

At December 31, 1998, certain employees of the Enterprise Fund have accumulated vested annual leave benefits, or absences for which they may be compensated, totaling \$4,982. Amounts that comprise this total were computed in accordance with the annual leave policies of the Enterprise Fund and GASB Codification Section 650. The \$4,982 liability for vested annual leave benefits of the Enterprise Fund is recorded in the accounts of this fund.

At December 31, 1998, a substantial number of the employees of the General Fund, Parks Road Maintenance Fund, Sanitary Landfill Maintenance Fund, Library Maintenance Fund and Criminal Court Fund, all of which are categorized as governmental funds, have accumulated vested annual leave benefits, or absences for which they may be compensated of \$8,676, \$7,531, \$7,984, \$4,043 and \$3,868 respectively, a total of \$31,866. Amounts that comprise the aforementioned total were computed in accordance with applicable annual leave policies and GASB Codification Section 650. The cost of these accumulated vested annual leave benefits is recognized as a current year expenditure within the various funds when the annual leave is actually taken or when employees are paid for accrued annual leave, which is computed using the same standards described above, while the cost of annual leave benefits not requiring current resources is recorded in the accounts of the General Long-Term Obligations Account Group.

As shown by the total (nonmonetary only) column of Statement A, compensated absences payable of the Enterprise Fund and funds categorized as governmental funds total \$34,788 at December 31, 1998.

13. LEASES

CAPITAL LEASE PURCHASE AGREEMENTS

At December 31, 1998, items of equipment of varying descriptions and real property are being purchased through capital lease purchase agreements for use by funds that are categorized as governmental funds. The cost of items of equipment and real property being purchased through capital lease purchase agreements at December 31, 1998, are recorded (capitalized) in the accounts of the General Fund Assets Account Group. The total principal balance of \$222,844 that is owed on the capital lease purchase agreements at December 31, 1998, is recorded in the accounts of the General Long-Term Obligations Account Group, and is summarized as follows:

GRANT PARISH POLICE BURY
 Colfax, Louisiana
 Notes to the Financial Statements
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 (Continued)

Type	Amount
Equipment	\$216,844
Real property	8,000
Total	\$224,844

The following is a summarized schedule of the totals of future minimum lease payments required to service the long-term debt represented by the capital lease purchase agreements payable and the present value of the net minimum lease payments at December 31, 1998.

Year	Equipment	Real Property	Total
1999	\$ 63,923	\$6,525	\$ 70,448
2000	58,223		58,223
2001	58,508		58,508
2002	33,824		33,824
2003	12,025		12,025
Total of minimum lease payments	245,503	6,525	252,028
Less amount representing executory costs	<u>None</u>	<u>None</u>	<u>None</u>
Total of net minimum lease payments	245,503	6,525	252,028
Less amount representing interest and other charges	<u>(28,662)</u>	<u>(323)</u>	<u>(28,985)</u>
Total of present value of net minimum lease payments	\$216,844	\$8,000	\$224,844

The following paragraphs discuss in detail each of the capital lease purchase agreements payable at December 31, 1998.

At December 31, 1998, there was a principal balance of \$60,306 remaining on a capital lease purchase agreement payable with KDC Financial. This capital lease purchase agreement payable is dated October 8, 1997, is for a wheel loader, is payable in 72 fully amortized monthly payments of principal and interest of \$1,232, at an interest rate of six per cent per annum, the total amount financed was \$87,980. The first payment was due on October 1, 1997, and the final payment is due on September 1, 2003. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Account).

GRANT PARISH POLICE JURY

Colfax, Louisiana

Notes to the Financial Statements

As of and for the Year Ended December 31, 1998

(Continued)

On December 31, 1998, there was a principal balance of \$104,413 remaining on a capital lease purchase agreement payable with Dixie Credit, Inc. This capital lease purchase agreement payable is dated December 20, 1993, is for an excavator, is payable in one principal payment of \$2,438 and 99 fully amortized monthly payments of principal and interest of \$2,438, at an interest rate of 6.25 per cent per annum, the total amount financed was \$126,014. The first payment was due on December 20, 1997, and the final payment is due on November 20, 2002. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Account).

At December 31, 1998, there was a principal balance of \$2,358 outstanding on a capital lease purchase agreement payable with Scott Financial Services, L.L.C., formerly known as Farmers' Finance Co., Inc. This capital lease purchase agreement payable is dated April 20, 1994, is for a tractor, is payable in 60 fully amortized monthly payments of principal and interest of \$600 each, at an interest rate of 8.5 per cent per annum, the total amount financed was \$29,243. The first payment was due on May 11, 1994, and the final payment is due on April 11, 1998. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Capital Improvements Account).

On December 31, 1998, there was a principal balance of \$2,253 outstanding on a capital lease purchase agreement payable with Scott Financial Services, L.L.C., formerly known as Farmers' Finance Co., Inc. This capital lease purchase agreement payable is dated April 20, 1994, is for a tractor, cutter and side mount mower, is payable in 60 fully amortized monthly payments of principal and interest of \$374 each, at an interest rate of 8.5 per cent per annum, the total amount financed was \$27,899. The first payment was due on May 15, 1994, and the final payment is due on April 15, 1998. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Capital Improvements Account).

At December 31, 1998, there was a principal balance of \$43,935 remaining on a capital lease purchase agreement payable with Dixie Credit, Inc. This capital lease purchase agreement payable is dated February 03, 1998, is for a backhoe loader, is payable in one principal payment of \$1,028, and 59 fully amortized monthly payments of principal and interest of \$1,028, at an interest rate of 6.75 per cent per annum, the total amount financed was \$52,539. The first payment was due on February 10, 1998, and the final payment is due on January 10, 2003. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Capital Improvements Account).

On December 31, 1998, there was a principal balance of \$6,177 remaining on a capital lease purchase agreement payable with the Bank of Louisiana. This capital lease purchase agreement payable is dated March 6, 1998, is for a color copier and is payable in 36 monthly principal payments

GRANT PARISH POLICE JURY

Coffee, Louisiana

Notes to the Financial Statements

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(Continued)

of \$243; interest is computed at 12.85 per cent per annum but is relaxed (forgiven). The total amount financed was \$8,895. The first payment was due on February 15, 1998, and the final payment is due on January 13, 2001. Payments on this capital lease purchase agreement payable are being made by the Library Maintenance Fund.

At December 31, 1998, there was a principal balance of \$6,080 outstanding on a capital lease purchase agreement payable with Mary Coco. This capital lease purchase agreement payable is dated January 1, 1995, is for the lease of land, buildings and improvements utilized by the parish's health unit, is payable in 78 fully amortized monthly payments of principal and an other monthly charge of \$1,088 each; the total amount financed was \$78,000. The first payment was due on January 1, 1995, and the final payment is due on June 1, 1999. The language of the lease does not provide for interest; however, the aforementioned other monthly charge is \$88. Payments on this capital lease purchase agreement payable are being made by the Health Unit Maintenance Fund.

Title to each item of equipment and title to the real property being purchased through a capital lease purchase agreement transfers to the police jury after all payments have been made on the related capital lease purchase agreement and after the police jury has exercised the option to purchase the equipment and real property, which usually includes an additional initial payment on loans for equipment.

OPERATING LEASES

The police jury has two operating leases for real property in effect at December 31, 1998. Minimum annual commitments of these operating leases are summarized as follows:

Year	Amount
1999	\$180
2000	180
Total	\$360

The operating leases are discussed in the following paragraphs.

At December 31, 1998, the police jury has a 25 year operating lease, unless terminated sooner by mutual consent, dated October 21, 1974, with the Town of Coffee for land on which the area civic center is located. This operating lease expires on October 20, 2001, and requires annual payments of \$300. Renewal options are available to the police jury for an additional 74 years. Payments on this operating lease are being made by the General Fund.

GRANT PARISH POLICE JURY
Coffin, Louisiana
Notes to the Financial Statements
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(Continued)

The police jury (lessee) at December 31, 1998, has an operating lease dated October 23, 1984, with the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College (lessor) for property usually referred to as Camp Jesse Harrison. The original operating lease on this property expired on October 23, 1989. Under terms of the original operating lease, the lessee and lessor may mutually agree to amend the terms of the operating lease for additional periods of five years; the operating lease has been extended for two consecutive five year periods through October 23, 1999. The lessor may terminate this operating lease if lessee fails to comply with the terms of the lease. This operating lease requires annual payments of \$10. Payments on the operating lease are being made by the General Fund.

14. BANK LOAN PAYABLE

At December 31, 1998, there was a principal balance of \$23,486 outstanding on a bank loan obtained from the Rapides Bank and Trust Co./Bank One. The bank loan is dated September 19, 1996, and the original amount of the bank loan was \$37,675. Proceeds of the bank loan were used to purchase a heavy duty truck with a dump body. The estimated installment payment schedule provided by the bank indicates that the bank loan is to be repaid in 60 fully amortized monthly payments of principal and interest of \$736 each, at an interest rate of 5.50 per cent per annum. A clause in the estimated installment payment schedule states that actual amounts billed for principal and interest on monthly billing statements will differ from the amounts shown on the estimated installment payment schedule due to the number of days used in the calculations of monthly statement amounts being different from the number of days used in making calculations of the monthly amounts of principal and interest as shown by the estimated installment payment schedule, and that the final installment payment will be adjusted for the total of the aforementioned monthly differences. The total of monthly payments collected by the billing statements are different from the total of monthly payments shown by the estimated installment payment schedule also. Payments on the bank loan payable are being made by the Parish Road Maintenance Fund (Parish Road Account).

The cost of the equipment purchased from the proceeds of the bank loan is recorded (capitalized) in the accounts of the General Fixed Assets Account Group and the outstanding principal balance of \$23,486 on the bank loan payable at December 31, 1998, is recorded in the accounts of the General Long-Term Obligations Account Group.

15. JUDGMENTS PAYABLE

At December 31, 1998, three judgments totaling \$237,181 have been rendered against the police jury. These judgments are final, definitive and unreviewable. The aforementioned total of judgments payable at December 31, 1998, does not include deposition costs, expert witness fees, court costs or legal interest from date of judicial demand that were also assessed.

GRANT PARISH POLICE JURY
 Calhoun, Louisiana
 Notes to the Financial Statements
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 (Continued)

The police jury did not have general liability insurance to cover the amounts of judgments awarded to plaintiffs in lawsuits brought against the police jury. Consequently, the \$237,181 in judgments payable at December 31, 1998, plus all related costs and interest from date of judicial demand will be paid from the General Fund when funds become available.

The \$237,181 in judgments payable at December 31, 1998, is recorded in the accounts of the General Long-Term Obligations Account Group.

10. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The following is a summary of general long-term obligation transactions for the year ended December 31, 1998:

Account	Amount Payable	Additions	Deductions	Amount Payable
	January 1, 1998			in 1998
Compensated absences payable	\$ 25,650	\$12,091	\$ (25,014)	\$ 12,727
Capital lease purchase agreements payable	681,640	61,434	(320,330)	422,744
Bank loans payable	39,028		(7,182)	31,846
Judgments payable	237,181			237,181
Estimated solid waste landfill post-closure costs	8,700		(8,700)	None
Total	\$992,200	\$93,525	\$355,807	\$530,917

The above \$530,917 in deductions from capital lease purchase agreements payable are comprised of payments totaling \$69,294 and adjustments in the amount of \$460,920. Based on information available at the time the prior year financial statements were prepared, four motor graders were shown as being purchased through capital lease purchase agreements on which principal balances totaling \$490,930 were remaining at December 31, 1997. However, one of the findings in the prior year audit report stated that the four motor graders were not purchased and their cost should not have been recorded as capital lease purchase agreements payable. As a result of

GRANT PARISH POLICE JURY

Coffin, Louisiana

Notes to the Financial Statements

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this audit finding, the principal balances remaining on these capital lease purchase agreements payable at January 1, 1998, were eliminated from the accounts of the General Long-Term Obligations Account Group and the cost of the motor trucks were deleted from the accounts of the General Fixed Assets Account Group.

The accounts included in the above summary of general long-term obligations transactions for the year ended December 31, 1998, have been discussed in preceding notes to the financial statements.

The annual requirements to amortize the capital lease purchase agreements payable and the bank loans payable at December 31, 1998, including interest payments and other related charges totaling \$31,000 are presented in the following schedule:

Year	Capital Lease Purchase Agreements Payable	Bank Loans Payable	Total
1999	\$ 78,448	\$ 8,566	\$ 78,442
2000	58,227	8,566	67,823
2001	58,509	8,177	64,898
2002	53,824		53,824
2003	12,025		12,025
Total	\$252,031	\$25,309	\$277,340

17. EQUITY - CONTRIBUTED CAPITAL

The equity - contributed capital account of the Enterprise Fund at December 31, 1998, is summarized as follows:

Equity - contributed capital - grants received from State of Louisiana: Department of Transportation and Development	\$ 28,718
Division of Administration	567,368
Total	596,086

GRANT PARISH POLICE JURY

Collin, Louisiana

Notes to the Financial Statements

As of and for the Year Ended December 31, 1998

(Continued)

Less accumulated amortization of equity - contributed capital at December 31, 1998	\$151,510
Equity - contributed capital at December 31, 1998	\$445,092

Grants received by the Enterprise Fund that are restricted for the acquisition and/or construction of capital assets are recorded as equity - contributed capital. Equity - contributed capital is amortized based on the depreciation recognized so that portions of the assets acquired from such contributions. This depreciation is closed to the equity - contributed capital account and is reflected as an adjustment to net income for the year ended December 31, 1998, as shown by Statement D.

**18. EQUITY - FUND BALANCE - RESERVED FOR ECONOMIC
DEVELOPMENT LOANS**

The Economic Development Loan Fund has a fund balance of \$238,533 at December 31, 1998. This fund balance is reserved for loans that will enhance the economic development of the parish.

19. FUND BALANCE AT BEGINNING OF YEAR - ADJUSTMENT

At December 31, 1997, the General Fund owed the State of Louisiana - Department of Elections and Registration (department) an estimated \$18,943, this amount was recorded as an intergovernmental payable in the accounts of the General Fund at the aforementioned date. The estimated amount owed by the General Fund to the department at December 31, 1997, was for the cost of parish elections and the cost of tax propositions presented to voters of the parish in 1988, 1989, 1990, 1991 and 1995, and interest charges thereon.

On September 8, 1998, the General Fund paid the actual total cost of the aforementioned elections and all interest charges thereon were waived by the department. The actual total cost of the elections was \$15,985 and interest charges totaling \$24,998 were waived; the amount of the interest charges waived was recorded as an adjustment to the fund balance of the General Fund at the beginning of the year.

GRANT PARISH POLICE JURY
Coffin, Louisiana
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As of and for the Year Ended December 31, 1998
(Continued)

20. PENSION PLAN

PLAN DESCRIPTION

A substantial number of General Fund, Parish Road Maintenance Fund, Sewerage/Landfill Maintenance Fund, Library Maintenance Fund, Criminal Court Fund and Disruptive Fund employees are members of the Parochial Employees' Retirement System of Louisiana (System). The System is a cost sharing, a multiple-employer defined benefit pension plan administered by its own board of trustees and consists of two distinct plans, a Plan A and a Plan B. Assets owned by each plan are accounted for separately and each plan has its own benefit provisions. All of the employees referred to above are enrolled in the System under Plan A.

All permanent employees working at least 28 hours per week and 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 three 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 prior to January 1, 1988, the benefit is equal to one per cent of the final-average salary, plus \$24 for each year of supplemental plan only on service earned prior to January 1, 1988, plus three per cent of final average salary for each year of service credited after the revision date. Final-average salary is the employees' average salary over the 36 consecutive or joint months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and who do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accorded to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information on the System. This report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14618, Baton Rouge, Louisiana 70898-4618, or by calling (504) 928-1341.

FUNDING POLICY

Under Plan A, members are required by state statute to contribute 3.5 per cent of their annual covered salary and the police jury is required to contribute at a rate that is annually determined, the 1998 rate of employees was 3.75 per cent of annual covered payroll. Contributions to the System also 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

GRANT PARISH POLICE JURY
Coffin, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

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 police jury are established or amended by state statute. As provided by Louisiana Revised Statute 11:903, 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 police jury's contributions to the System under Plan A for the years ended December 31, 1998, 1997 and 1996, were \$75,000, \$75,000 and \$65,005 respectively and all of the aforementioned amounts equaled the contributions required by the police jury for each of the three years listed previously.

21. OTHER POSTEMPLOYMENT BENEFITS

During a March 20, 1999, meeting of the police jury, a motion was passed to pay one-half of the health insurance premiums of Grant Parish Police Jury retirees; this was amended to 80 per cent at a July 9, 1998 meeting. Retirees are to pay the remainder of these premiums. The police jury's contributions to retirees' health insurance premiums are financed on a pay as you go basis.

At December 31, 1998, only one police jury retiree was receiving the previously described postemployment benefit. For the year ended December 31, 1998, the police jury recorded expenditures totaling \$3,477 for its share of this retiree's health insurance premiums.

22. SOLID WASTE LANDFILL POST-CLOSURE COSTS

The following Solid Waste Landfill Closure Summary, dated March 18, 1999, was prepared by an employee of the engineering firm retained by the police jury.

GRANT PARISH POLICE JURY

SOLID WASTE LANDFILL CLOSURE SUMMARY

MARCH 10, 1999

The State of Louisiana, Department of Environmental Quality (D.E.Q.) has ordered that the Grant Parish Police Jury (G.P.P.J.) cease all solid waste landfill operations at the solid waste landfill site located near Dry Prong, Louisiana. As such, the Grant Parish Police Jury developed and received D.E.Q. approval for a Landfill Closure Plan dated December 12, 1991. The Closure Plan is composed of a pre-closure plan and a post-closure plan. As of this date, the post-closure plan has been implemented. By February 3, 1991, the Grant Parish Police Jury stopped receiving waste at the

GRANT PARISH POLICE JURY

Coffin, Louisiana

Notes to the Financial Statements

As of and for the Year Ended December 31, 1998

(Continued)

Grant Parish Landfill. All solid waste generated by the residents of Grant Parish is now being accepted by the LaSalle Parish Landfill. In accordance with the pre-closure plan, the entire landfill site has been covered with final cover, a clayey material, to a minimum thickness of 24". This final cover has also been fertilized and seeded with ryegrass, bermuda grass and bahia grass. Additionally, the entire landfill site has been fenced and posted with warning signs. Three monitoring wells have been installed at the site to provide for sampling and testing of ground water. The post-closure plan requires that a licensed Civil Engineer check the integrity of the earth cover at the site quarterly for three years after acceptance of closure by the D.E.Q. Additionally, the post-closure plan requires that the monitoring wells be sampled and tested for a minimum of three years after the acceptance of closure by the D.E.Q. After reviewing the requirements of the post-closure plan, we recommend that the G.P.P.J. establish a budget of \$4,200 annually for inspection and repair supervision of the clay cap by a licensed Civil Engineer. Additionally, we recommend a budget of \$8,300 be established for collecting samples and analyzing samples from each of the water wells on a quarterly basis for the first year of the post-closure period (June 1996 - June 1996). The closure plan requires sampling of the monitoring wells on a semi annual basis for the period June 1998 - June 1999; therefore, we recommend a budget of \$3,150 be established per year for collecting and analyzing samples from each of the water wells for the remaining closure period. The pre-closure work was inspected by D.E.Q. and approved by letter dated April 1, 1996; therefore, the post-closure responsibility, other than the scheduled monitoring well sampling occurrence of June, 1999, will be fulfilled on April 1, 1999.

All costs of closing the solid waste landfill are paid by the Sanitary Landfill Maintenance Fund as they are incurred.

23. FOOD STAMP PROGRAM

Under terms of an agreement with the Louisiana Department of Social Services the police jury was responsible for the operations of the Food Stamp Program of Grant Parish from its inception through the close of business on August 31, 1997. In a letter dated July 2, 1997, an official with the Louisiana Department of Social Services informed the management of the police jury that the agreement was being terminated effective at the close of business on August 31, 1997. This action being the result of the implementation of the Electronic Benefits Transfer Program (EBT), under which food stamp benefits are issued to Food Stamp Program participants electronically.

24. FEDERAL COMPLIANCE CONTINGENCIES

The police jury participates in a limited number of federally assisted programs. Audits of prior years have not resulted in any disallowed costs; however, grantor agencies may conduct further examinations. Based on prior experience, the management of the police jury believes that further examinations, if any, will not result in any material disallowed costs.

GRANT PARISH POLICE JURY
Coffee, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

25. RELATED PARTY TRANSACTIONS

For the year ended December 31, 1998, the transactions of the police jury and the other governmental entities included in the accompanying financial statements did not include any transactions that could be defined as related party transactions.

26. PENDING LITIGATION AND JUDGMENTS PAYABLE

PENDING LITIGATION

The District Attorney of Grant Parish, the legal representative of the police jury provided information revealing that the police jury was the defendant in 13 lawsuits which were pending at December 31, 1998. This information included the legal representative's opinions as to the probable outcome of each lawsuit on a case by case basis. However, the information did not include the amount of damages being sought in each lawsuit and an estimate as to the amount or range of potential loss each of these lawsuits might represent.

The legal representative's opinions as to the probable outcome of the 13 lawsuits pending against the police jury at December 31, 1998, are summarized by the number of opinions rendered on each of the five attributes designed to measure the degree of exposure involved in each of the pending lawsuits, as follows:

1. Unable to render an opinion as to outcome: 02
2. Unfavorable outcome is probable: None
3. Unfavorable outcome is reasonably probable: None
4. Unfavorable outcome is remote: 1
5. No exposure in this matter: None

JUDGMENTS PAYABLE

At December 31, 1998, three judgments totaling \$237,081 have been rendered against the police jury. These judgments are final, definitive and irrevocable. The allocated total of judgments payable at December 31, 1998, does not include disposition costs, expert witness fees, court costs or legal interest from date of judicial demand that were also assessed.

No portion of the \$237,081 in judgments payable at December 31, 1998, is covered by general liability insurance. This amount has been recorded in the accounts of the General Long-Term Obligations Account Group.

GRANT PARISH POLICE JURY
Caldice, Louisiana
Notes to the Financial Statements
As of and for the Year Ended December 31, 1998
(Continued)

23. SUBSEQUENT EVENTS

No events have occurred subsequent to December 31, 1998, that would materially affect the accompanying financial statements of the governmental funds and account groups that are included therein.

However in 1999, Consolidated Gas Utility Districts of Grant Parish - Enterprise Fund (district) will be involved in relocating natural gas mains and related lines belonging to the district which are located on Louisiana Department of Transportation and Development (LDOTD) right-of-way, this relocation project is part of the construction of new bridges. Work on the relocation project will be performed by employees of the district and labor contracted for by the district. In addition, the district will provide all materials, supplies, etc. related to this project. In a letter dated February 25, 1999, an employee of the engineering firm retained by the police jury to estimate this project stated that the work if performed by an independent contractor would cost about \$140,000 and that the use value of the district's distribution system would not be increased. The district's estimated cost of the project was not available.

24. RISK AND RISK MANAGEMENT ACTIVITIES

The police jury is exposed to various risk of loss related to: torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During the year ended December 31, 1998, the police jury did not maintain general liability insurance coverage. Claims resulting from these uninsured risk are recorded in the accounts of the General Long-Term Obligations Account Group when it is probable that a loss has occurred and the amount can be reasonably estimated. At December 31, 1998, the liability for judgments arising from uninsured risk was \$237,181.

The police jury insures against the remaining risk described above by purchasing commercial insurance and by participating in a public entity risk pool that operates as a common insurance program. Settled claims resulting from these insured risks have not exceeded insurance coverage in any of the past three fiscal years.

25. GENERAL LIABILITY INSURANCE

The Grant Parish Police Jury has found the cost of general liability insurance coverage to be prohibitive. Consequently, the police jury has not obtained general liability insurance coverage against possible losses resulting from claims filed by individuals who might suffer injury while on police jury property.

GRANT PARISH POLICE JURY
Coffee, Louisiana
Notes to the Financial Statements
As of and For the Year Ended December 31, 1998
(Continued)

At December 31, 1998, the Enterprise Fund (Consolidated Gas Utility Districts of Grant Parish - Enterprise Fund) has a comprehensive general liability insurance policy in effect that provides limited coverage. The next renewal premium on this policy is due in May of 1999.

GRANT PARISH POLICE JURY
Cade, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 1998

FUND DESCRIPTIONS - SPECIAL REVENUE FUNDS

PARISH ROAD MAINTENANCE FUND

The Parish Road Maintenance Fund accounts for expenditures related to the construction of new roads and bridges and the maintenance of existing roads and bridges. Financing is provided primarily by all valorem taxes, national forest receipts, state parish transportation funds, state revenue sharing funds and interest earnings. The Parish Road Maintenance Fund is comprised of the Parish Road Account, Parish Road Capital Improvements Account and the Parish Road Mileage Account.

SANITARY LANDFILL MAINTENANCE FUND

The Sanitary Landfill Maintenance Fund accounts for expenditures related to the operation and maintenance of a parishwide program of garbage collection and disposal. Financing is provided primarily by sales and use taxes, interest earnings and royalties.

COURTHOUSE AND JAIL MAINTENANCE FUND

The Courthouse and Jail Maintenance Fund accounts for a substantial amount of the expenditures related to the operation and maintenance of the courthouse and jail complex. Financing of this fund is provided by all valorem taxes, state revenue sharing funds, state Rural Development Program grants, interest earnings and operating transfers in from the General Fund. The remainder of the costs related to the operation and maintenance of the courthouse and jail complex are paid by the General Fund and are recorded as other general government expenditures by this fund.

LIBRARY MAINTENANCE FUND

The Library Maintenance Fund accounts for expenditures related to the operation and maintenance of the parish library. Financing is provided primarily by all valorem taxes, state revenue sharing funds, state grants restricted for specific purposes, interest earnings and self generated revenues of varying descriptions.

HEALTH UNIT MAINTENANCE FUND

The Health Unit Maintenance Fund accounts for expenditures related to the operation and maintenance of the parish health unit. Financing is provided by all valorem taxes, state revenue sharing funds, interest earnings and rental income.

GRANT PARISH POLICE JURY
Cottier, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 1998
(Continued)

MEDICAL CLINIC MAINTENANCE FUND

The Medical Clinic Maintenance Fund accounts for expenditures related to the maintenance of the parish medical clinic. Financing is provided by interest earnings and rental income.

ECONOMIC DEVELOPMENT LOAN FUND

The accumulated funds of the Economic Development Loan Fund may be used for loans that will enhance the economic development of the parish. The only revenue source of this fund is interest earnings.

CRIMINAL COURT FUND

The Criminal Court Fund accounts for expenditures of the criminal court of the parish. Financing is provided by transfers in from special accounts of the district attorney, fines and costs assessed by the criminal court, interest earnings and operating transfers in from the General Fund.

INSURANCE PREMIUM TAX FUND

The Insurance Premium Tax Fund accounts for revenues generated from an annual license tax levied on all insurers engaged in the business of issuing any form of insurance policy or insurance contract in Grant Parish. Collections of the insurance premium tax and interest earnings may be disbursed on an equal basis to the fire protection districts of the parish or be transferred to the General Fund.

STATE TROOPERS AND OFFICERS SUBPOENA FUND

The State Troopers and Officers Subpoena Fund accounts for certain witness fees paid to state troopers, sheriff's deputies, and other local law enforcement officials, and operating expenditures of this fund. Financing is provided primarily by fines and costs assessed by the criminal court, fine fees and interest earnings.

GRANT PARISH POLICE JURY
Cafite, Louisiana
SPECIAL REVENUE FUNDS

Continuing Balance Sheet
December 31, 1999

ASSETS	MATERIALS		ECONOMIC DEVELOPMENT		ORIGINAL COURT FUND		DELEGATE PREMIUM TAX FUND		STATE REVENUE AND OFFICER SUBSIDIES		TOTAL
	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	
Cash and cash equivalents	\$ 896,136	\$ 210,110	\$ 365	\$ 365	\$ 111,268	\$	\$ 111,268	\$	\$ 6,894	\$ 6,894	\$1,246,048
Receivables	698,628	5,479		5,479					61	61	698,748
Inventory	42,432					20,716					63,148
TOTAL ASSETS	\$ 1,637,196	\$ 215,589	\$ 365	\$ 365	\$ 111,268	\$ 20,716	\$ 111,268	\$	\$ 6,917	\$ 6,917	\$2,000,143
LIABILITIES AND FUND EQUITY											
Liabilities:											
Accounts and other payables	\$ 124,176				\$ 4,718				\$	175	\$ 129,069
Unpaid payables	5,648				18,868						24,516
Total Liabilities	<u>129,824</u>				<u>23,586</u>					<u>175</u>	<u>153,525</u>
Fund Equity - fund balances:											
Residual for economic development loans	1,496,196	\$ 210,110			5,452				6,541		1,718,299
Unreserved/unappropriated	1,496,196	210,110			5,452				6,541		1,718,299
Total Fund Equity	<u>\$ 1,496,196</u>	<u>\$ 210,110</u>	<u>\$ 365</u>	<u>\$ 365</u>	<u>\$ 111,268</u>	<u>\$ 20,716</u>	<u>\$ 111,268</u>	<u>\$</u>	<u>\$ 6,917</u>	<u>\$ 6,917</u>	<u>\$2,000,143</u>

GRANT HARBOR POLICE DEPT
 Collins, Louisiana
 SPECIAL REVENUES

Combining Initiatives of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1999

REVENUES	MUNICIPAL REVENUES		ECONOMIC DEVELOPMENT LOANS		CORPORAL COURT FINE		INSURANCE PREMIUM TAX		STATE TRANSPORTATION AND OUTREACH SERVICES		TOTAL
	1999	2000	1999	2000	1999	2000	1999	2000	1999	2000	
Taxes:											
Ad valorem (net)	\$ 317,369						\$ 49,344				\$ 317,369
Business premium											49,344
Sales and use (net)		358,294									358,294
Intergovernmental revenues:											
Federal grants			258,438								258,438
State funds:											
State transportation funds			349,574								349,574
State revenue sharing (net)			98,099								98,099
Other state funds			18,944								18,944
Local funds - transfers to from special accounts of district attorney					\$ 3,188						3,188
Miscellaneous revenues:											
Fines and costs assessed by criminal court (net)					98,617				\$ 2,119		96,796
Interest earned	29,823		4,158				2,040			137	34,068
Rentals of properties	9,198										9,198
Regulation	67,148										67,148
Miscellaneous other revenues	114,921				4,258					218	119,397
Total revenues	\$ 2,148,349		43,158		128,948		49,388		2,119	2,176	\$ 2,318,698

(Continued)

GLAUCI PARISH POLICE JURY
Culicis, Louisiana
SPECIAL REVENUE FUNDS

Comparing Schedule of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended December 31, 1988.

REVENUES	ECONOMIC DEVELOPMENT		ORIGINAL BUDGET FUND	FINANCE PROGRAM		DEATH TOLLING AND OTHER PURPOSES FUND	TOTAL
	LOAN FUND	STIPEND FUND		TAX FUND	STIPEND FUND		
\$ 116,041	\$ 4,148	\$ (1,884)	\$ 41,264	\$ 0,000	\$ 167,453		
<u>1,275,185</u>	<u>215,500</u>	<u>1,200</u>	<u>21,000</u>	<u>30,849</u>	<u>1,600,218</u>		
\$ 1,491,196	\$ 219,648	\$ 1,316	\$ 112,264	\$ 30,849	\$ 1,855,273		

EXCESS DEFICIT OF REVENUES AND
OTHER FUNDS OVER EXPENDITURES
DEFICIT OF FUNDS

BUSD BALANCES AT BEGINNING OF YEAR

BUSD BALANCES AT END OF YEAR

(Continued)

GRANT FUND BALANCE SHEET
 Collins, Louisiana
SPECIAL REVENUE FUNDS - GOVERNMENTAL FUNDS

Continuing Balance Sheet
 December 31, 1998

	FUND BALANCE		RESERVE FOR		UNAPPORTIONED		UNAPPORTIONED		UNAPPORTIONED		TOTAL
	MAINTENANCE	OTHER	MAINTENANCE	OTHER	MAINTENANCE	OTHER	MAINTENANCE	OTHER	MAINTENANCE	OTHER	
ASSETS											
Cash and cash equivalents	\$ 27,207	\$ 20,000	\$ 10,000	\$ 10,000	\$ 21,000	\$ 10,000	\$ 76,000	\$ 76,000	\$ 76,000	\$ 76,000	\$ 84,200
Receivables	110,000	54,750	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	98,000
Unrefunded advances	28	5,000									5,028
TOTAL ASSETS	\$ 137,235	\$ 79,750	\$ 60,000	\$ 60,000	\$ 71,000	\$ 60,000	\$ 126,000	\$ 126,000	\$ 126,000	\$ 126,000	\$ 147,228
LIABILITIES AND FUND EQUITY											
Liabilities											
Accounts and other payable	\$ 51,500	\$ 80,000	\$ 5,000	\$ 5,000	\$ 10,000	\$ 10,000	\$ 20,000	\$ 20,000	\$ 20,000	\$ 20,000	\$ 21,000
Accrued payable	4,112	200	400	400	28	28	28	28	28	28	1,000
Total Liabilities	\$ 55,612	\$ 80,200	\$ 5,400	\$ 5,400	\$ 10,028	\$ 10,028	\$ 20,028	\$ 20,028	\$ 20,028	\$ 20,028	\$ 22,000
Fund Equity - Total balances - unrefunded advances	\$ 81,623	\$ 79,550	\$ 54,600	\$ 54,600	\$ 60,972	\$ 60,972	\$ 105,972	\$ 105,972	\$ 105,972	\$ 105,972	\$ 125,228
TOTAL LIABILITIES AND FUND EQUITY	\$ 137,235	\$ 79,750	\$ 60,000	\$ 60,000	\$ 71,000	\$ 60,000	\$ 126,000	\$ 126,000	\$ 126,000	\$ 126,000	\$ 147,228

GRANT FUNDING POLICY FUND
Capital Leases
SPECIAL INVESTMENT FUNDS - MAINTENANCE FUNDS

Combining Schedule of Resources, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1998

	INVESTMENT FUNDS	MAINTENANCE FUNDS	CONTRIBUTION FUND	LIBRARY MAINTENANCE FUNDS	HEALTH CARE MAINTENANCE FUNDS	SERVICES CLINIC MAINTENANCE FUNDS
RESOURCES						
Taxes:						
44 (40000) (net)	\$ 270,000	\$ 780,264	\$ 81,769	\$ 181,201	\$ 24,879	\$ 217,265
Sales and use (net)						\$ 380,264
Intergovernmental resources:						
Federal grants	380,000					380,000
State funds:						
French transportation funds	769,974					769,974
State revenue sharing (net)	31,043		12,033	12,033	8,682	63,791
Other state funds	4,891					4,891
Miscellaneous revenues:						
Interest earned	1,066	8,266	663	1,296	3,294	1,295
Rentals of property		47,168			1,466	3,860
Repechage	42,582	2,112	15,400	76,224		134,321
Miscellaneous other revenues	1,693,372	838,182	288,382	178,227	89,282	1,298,182
Total resources						
	76,800	39,218	7,799	1,218	3,278	189,150
EXPENDITURES						
General government:						
Police and administrative						86,000
Other general government	889,811	317,342				1,487,153
Public works						

Continued

GRANT PARISH POLICE JURY
Cottier, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
For the Year Ended December 31, 1998

COMPENSATION PAID POLICE JURORS

The schedule of compensation paid to police jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the police jurors is included in the legislative expenditures of the General Fund. In accordance with Louisiana Revised Statute 19:1203, the police jury has elected the monthly payment method of compensation. Under this method, the president receives \$200 per month and the other jurors receive \$120 per month.

There was no compensation paid to board members of the Grant Parish Library or Hospital Service District No. 1 of Grant Parish.

**EXPENDITURES OF FEDERAL AWARDS
AND AIDED FUNDING RESOLUTIONS**

In accordance with the Office of Management and Budget Circular A-131, schedules of expenditures of Federal awards, follow-up and corrective action taken on prior audit findings and corrective action plan for current year audit findings are presented.

GRANT PARISH POLICE JURY
CoEde, Louisiana

Schedule of Compensation Paid Police Jurors
 For the Year Ended December 31, 1998

NAME	AMOUNT
M. E. Allen	\$ 1,640
Cecil W. Ballard (1)	1,640
Donnie Brown (2)	3,700
Michael L. Brown	1,640
Jimmy D. Bryant	3,640
Harvey E. Darned, Sr.	3,640
Ray G. Edwards	3,640
Tom Hamilton	<u>3,640</u>
Total	\$20,200

(1) Served as president for period January 1, 1998 through January 7, 1998

(2) Served as president for period January 8, 1998 through December 31, 1998

GRANT PARISH POLICE JURY
Coffin, Louisiana

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 1998

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
UNITED STATES DEPARTMENT OF AGRICULTURE Passed through Louisiana Department of the Treasury - National Forest Receipts	<u>10-000</u>	<u>\$388,458</u>
FEDERAL EMERGENCY MANAGEMENT AGENCY Passed through Louisiana Department of the Treasury - Emergency Management Assistance	<u>83-500</u>	<u>7,985</u>
Total Expenditures of Federal Awards		\$396,443

The accompanying notes are an integral part of this schedule.

GRANT PARISH POLICE JURY
Cottier, Louisiana

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 1998

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the police jury 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.

Note 2. Sub-Recipients

The police jury did not provide any federal awards to sub-recipients in 1998.

Note 3. Loans Outstanding

The police jury did not have any loan balances or loan guarantees outstanding at December 31, 1998.

Note 4. Non-Cash Assistance

There were no federal awards expended in the form of non-cash assistance in 1998.

GRANT PARISH POLICE JURY
Caldic, Louisiana

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 1998

**SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE
FINANCIAL STATEMENTS**

Auditor's Reference Numbers

Auditor's reference numbers for the four audit findings were not available.

Fiscal Year Audit Findings Initially Occurred

All audit findings were part of the auditor's report for the year ended December 31, 1997.

Description of Audit Findings

Audit Finding No. 1: The legal counsel of the police jury was unable to quantify an exposure to losses that may result from certain pending litigation and since the police jury does not carry general liability insurance coverage there is no protection from any unfavorable judgments that might arise from the pending litigation. No provision for any liability that may result has been made in the accompanying financial statements.

Audit Finding No. 2: Library books and materials of the parish library were erroneously included in the inventory of general fixed assets. In addition, the cost of library books acquired in 1997 was misstated in a note to the accompanying financial statements.

Audit Finding No. 3: Four lease agreements were erroneously reported as capital leases.

Audit Finding No. 4: Certain disclosures relating to proprietary funds were not included in Note 1 of the accompanying financial statements as required by generally accepted accounting principles.

Was Corrective Action Taken

Audit Finding No. 1: No

Audit Finding No. 2: No

Audit Finding No. 3: Yes

Audit Finding No. 4: Yes

Planned Corrective Action/Partial Corrective Action Taken

Audit Finding No. 1: Corrective action will be taken when the legal counsel of the police jury provides the information required to do so.

(Continued)

GRANT PARISH POLICE JURY
 Collins, Louisiana

Summary Schedule of Prior Audit Findings
 For the Year Ended December 31, 1998

SECTION 1 - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS (Cont'd)

Planned Corrective Action/Partial Corrective Action Taken (Cont'd)

Audit Finding No. 2: The estimated replacement cost of library books and certain materials will continue to be carried in the inventory of general fixed assets as provided for in the Handbook for Louisiana Public Library Directors which was compiled by a committee that included Governor Austin off to Legislative Auditor's Office. The columnar heading under which the library books and certain materials were reported is labeled additions in 1997 and the related total under it is an estimated replacement cost. The worksheets prepared to support this amount clearly indicate that the library books and certain materials were valued at estimated replacement cost, not cost, and the questioned amount is an adjustment to initially record the estimated replacement cost of this inventory which had not been previously recorded.

Audit Finding No. 3: This audit finding was resolved.

Audit Finding No. 4: This audit finding was resolved.

SECTION 2 - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

There were no audit findings in 1997 or prior years which were related to this matter.

SECTION 3 - MANAGEMENT LETTER

Auditor's Reference Numbers

The auditor's reference number to the one and only finding was not available.

Fiscal Year Audit Findings Initially Occurred

This audit finding (one only) occurred in 1997 and in prior years.

Description of Audit Findings

Federal Deposit Insurance Coverage on collected bank balances was erroneously computed.

(Continued)

GRANT PARISH POLICE JURY
Coffin, Louisiana

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 1998

SECTION 3 - MANAGEMENT LETTER (Cont'd)

Was Corrective Action Taken

Yes

Planned Corrective Action/Partial Corrective Action Taken

This audit finding (one only) was resolved.

(Concluded)