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The Members of the
Jackson Parish Police Jury
Jamboree, Louisiana

In planning and performing our audit of the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1996, and to obtain reasonable assurance about whether the financial statements are free of material misstatement, we considered the following:

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

During our audit, we became aware of certain matters involving immaterial noncompliance with laws and matters disclosed in the audit report, as of and for the year ended December 31, 1996, involving the internal control structure that were opportunities for strengthening internal controls and compliance requirements. The memorandum that accompanies this letter summarizes our comments regarding these matters. (We previously reported on the Jackson Parish Police Jury's internal control structure in our report dated March 14, 1997.) This letter does not affect our report dated March 14, 1997, on the primary government financial statements of the Jackson Parish Police Jury.

Sincerely,



KENNETH D. FOLDS & CO.
Certified Public Accountants

Jamboree, Louisiana
March 14, 1997

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

The Members of the
Jackson Parish Police Jury
Jonestown, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1996, and have issued our report thereon dated March 14, 1997.

In connection with our audit of the primary government financial statements of the Jackson Parish Police Jury, and with our consideration of the Jackson Parish Police Jury's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-118, "Audits of State and Local Governments," we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended December 31, 1996.

As required by OMB Circular A-118, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or disallowed, environmental review requirements, and matching requirements that are applicable to these transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Jackson Parish Police Jury's compliance with these requirements. Accordingly, we do not express such an opinion.

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

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



KENNETH B. FOLDESEN & CO.
Certified Public Accountants

Jonestown, Louisiana
March 14, 1997

Kenneth B. Falden & Co.
Certified Public Accountants

Kenneth B. Falden, CPA

Tim W. Goodwin, CPA

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

The Members of the
Jackson Parish Police Jury
Baton Rouge, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1996, and have issued our report thereon dated March 14, 1997.

We have also audited the Jackson Parish Police Jury's compliance with the requirements governing special reporting that are applicable to its major federal financial assistance program, which is identified in the accompanying Schedule of Federal Financial Assistance, for the year ended December 31, 1996. The management of the Jackson Parish Police Jury is responsible for the Jackson Parish Police Jury's compliance with these requirements. Our responsibility is to express an opinion on compliance with these requirements based on our audit.

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

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

In our opinion, the Jackson Parish Police Jury complied, in all material respects, with the requirements governing special reporting that are applicable to its major federal financial assistance program for the year ended December 31, 1996.

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


KENNETH B. FALDEN & CO.
Certified Public Accountants

Baton Rouge, Louisiana
March 14, 1997

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

The Members of the
 Jackson Parish Police Jury
 Jamboreau, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1996 and have issued our report thereon dated March 14, 1997.

We have applied procedures to test the Jackson Parish Police Jury's compliance with the following requirements applicable to its federal assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended December 31, 1996: political activity, civil rights, Davis-Bacon Act, cash management, allowable costs and principles, Drug-Free Workplace Act, and administrative requirements.

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

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

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


 KENNETH D. FOLDS & CO.
 Certified Public Accountants

Jamboreau, Louisiana
 March 14, 1997

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

General Requirements

- Political activity
- Civil rights
- Discrimination Act
- Cash management
- Allowably incurred principles
- Drug-free workplace
- Administrative requirements

Specific Requirements

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

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

During the year ended December 31, 1996, the Jackson Parish Police Jury expended 95.82% of its total federal financial assistance under a major federal financial assistance program.

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

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

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



KENNETH D. HOLDEN & CO.
Certified Public Accountants

Bossieres, Louisiana
March 14, 1997

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

The Members of the
Jackson Parish Police Jury
Jambou, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1996, and have issued our report thereon dated March 14, 1997. We have also audited the compliance of the Jackson Parish Police Jury with requirements applicable to major federal financial assistance programs and have issued our report thereon dated March 14, 1997.

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

In planning and performing our audit for the year ended December 31, 1996, we considered the internal control structure of the Jackson Parish Police Jury, in order to determine our auditing procedures for the purpose of expressing our opinion on the Jackson Parish Police Jury's primary government financial statements and on the compliance of the Jackson Parish Police Jury with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the primary government financial statements in a separate report dated March 14, 1997.

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

Kenneth B. Folds & Co.
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Kenneth B. Folds, CPA

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

The Members of the
Jackson Parish Police Jury
Jonestown, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1996, and have issued our report thereon dated March 14, 1997.

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

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

The results of our tests disclose no instances of noncompliance that are required to be reported under Government Auditing Standards.

We noted certain immaterial instances of noncompliance that we have reported to the management of the Jackson Parish Police Jury in a separate letter dated March 14, 1997.

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


KENNETH B. FOLDS & CO.
Certified Public Accountants

Jonestown, Louisiana
March 14, 1997

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

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


KENNETH D. HOLDEN & CO.
Certified Public Accountants

Jonesboro, Louisiana
March 14, 1997

Kenneth D. Folds & Co.
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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
STRUCTURE BASED ON AN AUDIT OF PRIMARY GOVERNMENT
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

The Members of the
Jackson Parish Police Jury
Baton Rouge, Louisiana

We have audited the primary government financial statements of the Jackson Parish Police Jury, as of and for the year ended December 31, 1996, and have issued our report thereon dated March 14, 1997.

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

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

In planning and performing our audit of the primary government financial statements of the Jackson Parish Police Jury for the year ended December 31, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

JACKSON PARISH POLICE JURY
BOSSHORN, LOUISIANA
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

Schedule G

FEDERAL GRANTOR/ PASS - THROUGH GRANTOR PROGRAM NAME	CFDA NUMBER	EXPENDITURES
United States Department of Housing and Urban Development - Passed through Louisiana Division of Administration Community Development Block Grant	14.219	\$ 68,081
United States Department of Agriculture - Passed through Louisiana Department of Health and Hospitals * Food Stamp State Administrative Matching Grant for Food Stamps	10.550 10.801	2,098,054 25,457
Total United States Department of Agriculture		2,123,511
TOTAL FEDERAL ASSISTANCE EXPENDITURE		\$ 2,191,592

* Denotes Major Federal Financial Assistance Program

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

**The Members of the
Jackson Parish Police Jury
Jonestown, Louisiana**

We have audited the primary government financial statements of the Jackson Parish Police Jury as of and for the year ended December 31, 1996, and have issued our report thereon dated March 14, 1997. These primary government financial statements are the responsibility of the Jackson Parish Police Jury's management. Our responsibility is to express an opinion on these primary government financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audit of State and Local Governments." These standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the primary government financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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


KENNETH D. FOLDS & CO.
Certified Public Accountants

Jonestown, Louisiana
March 14, 1997

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
SCHEDULE OF COMPENSATION PAID POLICE JURORS
FOR THE YEAR ENDED
DECEMBER 31, 1994

Schedule 5

Police Jurors:	Amount:
Jim Farris, President	\$ 8,400
James Freeman	8,400
Dr. Charles Givens	8,400
David McManus	8,400
Troy Smith	8,400
Linda Thompson	8,400
Nathaniel Zeen, Jr.	8,400

Total	\$ 58,800

JACKSON PARISH POLICE JURY
JEFFERSON, LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 1996

GENERAL

Compensation Paid Police Jurors

The schedule of compensation paid to the Jackson Parish Police Jury members is presented in compliance with House Concurrent Resolution No. 94 of the 1979 Session of the Louisiana Legislature. Compensation of the Jackson Parish Police Jury members is included in the general administrative expenditures of the General Fund. Members of the governing board receive compensation pursuant to Louisiana Revised Statute 33:1230.

Federally Assisted Programs

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

**JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 1996**

Schedule 4

	Jul	Community Development Block Grant	Total
Revenues:			
Intergovernmental revenues:			
Federal grants	\$ 13,493	\$ 68,061	\$ 81,554
Use of money and property	13,493		13,493
Total revenues	13,493	68,061	81,554
Expenditures:			
Capital outlay	83,769	68,061	151,799
Total expenditures	83,769	68,061	151,799
Excess (deficiency) of revenues over (under) expenditures	(70,276)	NONE	(70,276)
Other financing sources (uses):			
Operating transfers in	100,000		100,000
Total other financing sources (uses)	100,000	NONE	100,000
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	13,785	NONE	13,785
Fund balances at beginning of year	248,837	NONE	248,837
Fund balances at end of year	\$ 278,621	\$ NONE	\$ 278,621

JACKSON PARISH POLICE - JURY
 JONESBORO, LOUISIANA
 CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 DECEMBER 31, 1996

	Jail	Community Development Block Grant	Total
	-----	-----	-----
Assets			
Cash	\$ 907	\$	\$ 907
Investments	269,685		269,685
Receivables		5,407	5,407
Total assets	\$ 270,621	\$ 5,407	\$ 276,059
	-----	-----	-----
Liabilities and fund equity			
Liabilities:			
Accounts payable	\$	\$ 4,981	\$ 4,981
Deferred revenues		626	626
Total liabilities	NONE	5,407	5,407
	-----	-----	-----
Fund equity:			
Fund balances--			
Unreserved - undesignated	270,621		270,621
Total fund equity	270,621	NONE	270,621
	-----	-----	-----
Total liabilities & fund equity	\$ 270,621	\$ 5,407	\$ 276,059
	-----	-----	-----

JACKSON PARISH POLICE JURY
BOSSBORO, LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

CAPITAL PROJECTS FUNDS

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

Jail Fund

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

Community Development Block Grant

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

Health Unit	Ambulance	Closing	Rate Computation	Lowest Closure	Wood Sales Tax	Total
319	8,446	(15,000)	4,266	182,844	187,568	318,550
368,618	111,219	25,000	144,932	90098	90098	1,948,138
\$ 368,618	\$ 120,665	\$ 90,000	\$ 149,198	\$ 182,944	\$ 187,568	\$ 3,277,494

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINED SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 1996

	Road	Library	Witness Fee	Solid Waste	Asphalt
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	65,914	42,400	1,700	(106,634)	21,402
Fund balances at beginning of year	274,043	456,408	503,982	478,298	197,519
Fund balances at end of year	\$ 340,957	\$ 498,808	\$ 1,700	\$ 371,664	\$ 218,921

Health Unit	Ambulance	Cleaning	Lake Commission	Landfill Closure	Wood Sales Tax	Total
\$ 88,000	\$ 177,874	\$	\$	\$	\$ 194,187	\$ 917,483
			280			978,021
						280
						259,928
	342	53,829	68,790			124,641
7,845	3,933					84,500
						18,080
						15,079
						18,617
						68,529
8,212	28		7,445	2,844	1,629	
\$ 181,857	\$ 131,877	\$ 53,829	\$ 76,435	\$ 2,844	\$ 195,786	\$ 2,491,009
\$	\$	\$	\$	\$	\$	\$ 3,673
					3,697	7,064
6,457	9,793					78,053
		78,829			4,421	1,455,987
			72,149			72,149
28,234						28,234
5,475						287,872
						273,639
						81,749
65,808						18,888
4,058						
\$ 181,218	\$ 9,793	\$ 78,829	\$ 72,149	\$ 78,078	\$ 8,478	\$ 2,213,625
\$ 319	\$ 112,474	\$ (15,080)	\$ -4,186	\$ 2,844	\$ 187,368	\$ 267,361
				108,080		279,880
	(114,008)					(188,898)
						(114,818)
78,792	(114,008)	78,792	78,792	108,080	78,792	68,971

JACKSON PARISH POLICE JURY
MONROE, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 1996

	Road	Library	Witness Fee	Solid Waste	Asphalt
Revenues					
Taxes:					
Ad valorem	\$ 123,215	\$ 196,541	\$	\$	\$ 194,260
Sales tax				783,815	
Licenses and permits					
Intergovernmental revenues:					
State funds:					
Parish transportation funds	369,818				
State aid grants		1,680			
State revenue sharing (net)	21,887	30,898			89,708
Fees, charges and commissions for services			5,213	5,567	
Fines and forfeitures		15,879			
Miscellaneous revenues	3,557	1,805		5,865	
Use of money and property	5,853	13,517	68	23,207	6,414
Total revenues	\$ 524,508	\$ 309,417	\$ 5,273	\$ 817,854	\$ 220,377
Expenditures					
General government:					
Judicial	\$	\$	\$ 3,673	\$	\$
Elections				3,957	
Other general government	16,508	22,815			14,748
Public works	683,383			685,868	154,135
Public safety					
Health and welfare					
Culture and recreation		147,472			
Capital outlay	1,354	47,539		109,462	
Debt service:					
Principal retirement	16,748				
Interest	5,391				
Total expenditures	\$ 633,586	\$ 317,816	\$ 3,673	\$ 828,438	\$ 168,979
Excess (deficiency) of revenues over (under) expenditures					
	\$ (109,078)	\$ 42,191	\$ 1,700	\$ (110,584)	\$ 51,402
Other financing sources (uses):					
Operating transfers in	179,080				
Operating transfers out				(108,000)	
Transfers out to other governmental units					
Total other financing sources (uses)	179,080	NA/NA	NA/NA	(108,000)	NA/NA

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2008-2009
2010-2011

JACKSON PARISH POLICE JURY
BOSSBORO, LOUISIANA
PRIMARY GOVERNMENT FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996
WITH SUPPLEMENTAL INFORMATION SCHEDULES

Under provisions of state law, this report is a public document. A copy of the report has been furnished to the auditor, the clerk of court, every first class or second class city official. The report is available for public inspection at the Office of the Auditor General of the Legislative Auditor General, when appropriate, at the office of the parish clerk of court.

Adopted Date: 12/21/96

KENNETH D. FOLDEN & CO.
CERTIFIED PUBLIC ACCOUNTANTS

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Health Unit	Ambedcare	Lake Communities	Lowell Clinics	Wood Sales Tax	Total
\$ 3,332	\$	\$ 835	\$ 584	\$ 375	\$ 5,126
172,611		149,377	182,268	154,892	1,172,318
88,382	124,345			31,313	1,078,965
\$ 264,925	\$ 124,345	\$ 149,312	\$ 182,844	\$ 187,688	\$ 2,385,412
\$ 3,998	\$ 4,288	\$ 94	\$	\$ 328	\$ 187,318
3,998	4,288	94	90998	328	187,318
268,923	128,633	149,318	182,844	187,368	2,171,494
268,923	128,633	149,318	182,844	187,368	2,171,494
\$ 264,925	\$ 124,345	\$ 149,312	\$ 182,844	\$ 187,688	\$ 2,385,412

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 1996

	<u>Road</u>	<u>Library</u>	<u>Witness Fee</u>	<u>Solid Waste</u>	<u>Applint</u>
Assets					
Cash	\$ 33,659	\$ 54,200	\$ 1,258	\$ 36,492	\$ 3,447
Investments	100,288	187,688		327,833	48,123
Receivables	249,822	511,210	344	49,772	221,496
Total assets	\$ 373,757	\$ 553,098	\$ 1,700	\$ 394,097	\$ 273,066
Liabilities and fund equity					
Liabilities:					
Accounts payable	\$ 34,000	\$ 14,812	\$	\$ 26,250	\$ 24,164
Total liabilities	34,000	14,812	50398	26,250	24,164
Fund equity:					
Fund balances:					
Unreserved - undesignated	339,657	498,287	1,700	367,846	248,902
Total fund equity	339,657	498,287	1,700	367,846	248,902
Total liabilities & fund equity	\$ 373,757	\$ 553,098	\$ 1,700	\$ 394,097	\$ 273,066

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

Lake Commission Fund

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

Landfill Closure Fund

The Landfill Closure Fund accounts for the estimated closure cost and post-closure care expenses of the parish landfill site. Financing is provided by contributions and interest earned on investments.

Road Sales Tax Fund

The Road Sales Tax Fund accounts for the blanketing and sealing of parish roads. Financing is provided by a parish-wide sales tax and interest earned on investments.

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

SPECIAL REVENUE FUNDS

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

Road Fund

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

Library Fund

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

Witness Fee Fund

The Witness Fee Fund accounts for a portion of law enforcement witness fees. Financing is provided by a portion of the fees collected by the parish.

Solid Waste Fund

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

Asphalt Fund

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

Health Unit Fund

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

Ambulance Service Fund

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

Cleaning Fund

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

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

14. SOLID WASTE LANDFILL COSTS

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

The Jackson Parish Landfill is a Type III facility that accepts only construction and demolition debris. The Jackson Parish Landfill has an estimated final closing during year 2000.

The estimated liability for landfill closure and post closure care costs has a balance of \$99,470 as of December 31, 1996, which is based on 17.65 per cent usage of the landfill. It is estimated that an additional \$171,519 will be recognized as closure and post closure care expenses between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2003).

The estimated total cost of the landfill closure and post closure care is \$337,989. This is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 1996. However, the actual cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The Jackson Parish Police Jury has established a special revenue fund to account for the contributions to finance closure costs and post closure care. The Jackson Parish Police Jury is anticipating making annual contributions towards the estimated total cost of closure and post closure care.

JACKSON PARISH POLICE JURY
JONESBOROUGH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

10. CAPITAL LEASE

The capital lease payable at December 31, 1996, represents the remaining lease payments for road equipment. These lease payments expire in 2000 (as detailed below) and pay an interest rate of 7.5 per cent per annum. At December 31, 1996, there were outstanding interest requirements of \$8,453 (as detailed below).

	Principal	Interest	Total
1997	\$ 18,085	\$ 4,156	\$ 22,241
1998	19,589	2,803	22,392
1999	23,046	1,285	24,331
2000	5,516	70	5,586
	\$ 66,236	\$ 8,453	\$ 74,689

11. CRIMINAL COURT FUND

Louisiana Revised Statute 15:57113 requires that one-half of any balance remaining in the Criminal Court Fund at year end be transferred to the parish General Fund. The Second Judicial District Criminal Court Fund is composed of the parishes of Bienville, Calcasieu and Jackson. The records of the Second Judicial District Criminal Court Fund are maintained by the Calcasieu Parish Police Jury. For the year ended December 31, 1996, no accrual was recognized by the Jackson Parish Police Jury for transfer to the parish General Fund.

12. LITIGATION AND CLAIMS

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

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

13. FOOD STAMP PROGRAM

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

Balance at January 1, 1996	\$ 594,830
Received	2,276,808
Issued	2,088,554
	\$ 761,488

JACKSON PARISH POLICE JURY
BOSSBORO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

8. LEASES (Continued)

This leased asset and the related obligations are accounted for in the General Fixed Assets Account Group and the General Long-Term Obligations Account Group, respectively. The leased asset is valued at \$102,500 in the accompanying financial statements. The following is a schedule of future minimum lease payments under the capital lease and the present value of the net minimum lease payments as of December 31, 1996:

Fiscal Year		\$	21,341
1997			21,341
1998			21,341
1999			21,341
2000			5,588

Total minimum lease payments			71,609
Less - amount representing interest			8,453

Present value of minimum lease payments		\$	63,156

The Jackson Parish Police Jury had two (2) installable operating leases at December 31, 1996, for equipment. Equipment provided by each lease is one Caterpillar motor grader and attachments. This equipment is used by the Road Department and the monthly lease payments are paid out of the Road Fund. The terms of each lease are \$1,450 payable each month, for a period of 24 months ending May 2, 1998.

9. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

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

	Balance at January 1, 1996	Additions	Retirements	Balance at December 31, 1996
	-----	-----	-----	-----
Police Jury general obligation bonds	\$ 5,000	\$	\$ 5,000	\$
Police Jury notes	65,000		65,000	
Compromised advances payable	83,812		28,256	55,556
Capital lease payable	88,985		16,749	72,236
Estimated liability for health claims	39,647	19,824		59,471
	-----	-----	-----	-----
Total	\$ 174,304	\$ 19,824	\$ 112,985	\$ 181,289
	-----	-----	-----	-----

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

6. PENSION PLANS

Plan Description. Substantially all employees of the Jackson Parish Police Jury are members of the Parochial Employees Retirement System of Louisiana (System), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the district are members of Plan A.

All permanent employees working at least 18 hours per week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 40 with at least 10 years of creditable service, at or after age 55 with at least 15 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 5 per cent of their final average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only before January 1, 1990, the benefit is equal to one per cent of final average salary plus \$24 for each year of supplemental-plan-only service earned before January 1, 1988.

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

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14617, Baton Rouge, Louisiana 70809-4617, or by calling (504) 928-2361.

Funding Policy. Under Plan A, members are required by state statute to contribute 9.8 percent of their annual covered salary and the Jackson Parish Police Jury is required to contribute at an actuarially determined rate. The current rate is 7.25 percent of annual covered payroll. Contributions to the System also include one-fourth of one percent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Jackson Parish Police Jury are not satisfied and may be awarded by state statute. As provided by Louisiana Revised Statute 11:185, the employer contributions are determined by actuarial valuation for the prior fiscal year. The Jackson Parish Police Jury's contributions to the System under Plan A for the years ending December 31, 1996, 1995, and 1994, were \$61,633, \$61,332, and \$66,236, respectively, equal to the required contributions for each year.

7. COMPENSATED ABSENCES

Employees of the Police Jury had accumulated and vested \$58,286 of employer leave benefits at December 31, 1996, computed in accordance with GASB Classification, Section C60. This amount has been recorded as a general long-term obligation.

8. LEASES

In March, 1995, the police jury entered into a capital lease for a gradall with attachments. This equipment is used by the Road Department and the monthly lease payments are paid out of the Road Fund. The terms of the lease include a \$85,000 down payment and \$1,2612 payment each month, for a period of 60 months ending March, 2005.

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

These deposits and investments are stated at cost, which approximates market. Under state law, these deposits and investments (or the resulting bank balances) must be secured by federal deposit insurance (FDIC) as the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 1996, the jury has \$236,664 in deposits and \$1,588,879 in investments (including bank balances). These deposits are secured from risk by \$285,852 of federal deposit insurance and \$3,859,588 of pledged securities held by the custodial bank in the name of the fiscal bank (UNSR Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 38:129 imposes a statutory requirement on the custodial bank to subordinate and sell the pledged securities within 60 days of being notified by the jury that the fiscal agent has failed to pay deposited funds upon demand.

4. RECEIVABLES

The receivables as of December 31, 1996, are composed as follows:

	General Fund	Special Revenue Funds	Capital Projects Funds	Total
CLASS OF RECEIVABLES				
Taxes:				
All valuations	\$ 110,348	\$ 877,078	\$	\$1,987,426
Sales and use		81,667		81,667
Other	184,879			184,879
Intergovernmental:				
State	28,356	186,028		214,384
Federal	3,768		5,487	9,255
Local	1,080	8,028		9,108
TOTAL:	\$ 427,121	\$1,078,199	\$ 5,487	\$1,510,807

5. FIXED ASSETS

The changes in general fixed assets follow:

	Balance at January 1, 1996	Additions	Retirements	Balance at December 31, 1996
Land and buildings	\$ 2,664,464	\$ 232,766	\$	\$ 2,897,230
Machinery and equipment	1,728,634	217,988	11,712	1,934,910
Library circulation materials	348,867	39,947	11,139	377,675
Construction in progress	148,960	69,861	177,383	71,438
Total	\$ 4,890,925	\$ 350,662	\$ 190,234	\$ 4,991,353

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

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. LONG-TERM OBLIGATIONS

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

G. TOTAL COLLUMS 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 in such data comparable to a consolidated one. Interfund eliminations have not been made in the aggregation of this data.

H. LEVIED TAXES

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

	Authorized Millage	Levied Millage	Expiration Date
	-----	-----	-----
Parish-Wide Taxes:			
General Fund	5.21	5.81	-
Road Fund	5.06	5.81	1999
Library Fund	6.74	6.86	1999
Asphalt Fund	4.40	4.50	1999
Health Unit Fund	1.93	1.91	1998
Ambulance Service Fund	1.89	1.87	1998
Forest Protection Tax	\$ cents/acre	\$ cents/acre	-

A six-tenths of one percent sales and use tax became effective on August 1, 1988. The proceeds of the tax, after collection cost, are used for waste management expenditures and debt reductions. This tax was renewed for 10 years on April 20, 1998.

A four-tenths of one percent sales and use tax became effective on July 1, 1998. The proceeds of the tax, after collection cost, are used for bluestapping and sealing roads.

J. CASH AND CASH EQUIVALENTS AND INVESTMENTS

At December 31, 1996, the jury has cash and investments totaling \$1,947,605, as follows:

Demand deposits including interest-bearing	\$	158,716
Investments		1,788,879

Total	\$	1,947,605

JACKSON PARISH POLICE JURY
MONROE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. CASH AND INVESTMENTS

Cash and investments include demand deposits, certificates of deposit and a passbook savings account. Under state law, the Jackson Parish Police Jury may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The Jackson Parish Police Jury has deposits in two financial institutions as of December 31, 1996.

Under State law, the jury may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days. However, if the original maturities are 90 days or less, they are classified as cash equivalents. The Jackson Parish Police Jury has investments of \$ 2,785,875 at December 31, 1996.

G. FIXED ASSETS

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

H. COMPENSATED ABSENCES

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

Police Jury

All full-time employees earn from 10 to 20 days of annual leave each year, depending upon length of service. Effective January 1, 1995, employees shall not accrue more than 20 days of annual leave. Employees are paid for annual leave upon retirement or separation of service. All full-time employees earn 5 days of sick leave each year. Sick leave may be accumulated without limitation. Upon retirement, unused sick leave of up to 25 days is paid to employees. Employees that are separated from service prior to retirement are paid a maximum of 20 days of unused sick leave.

Library

Full-time employees of the library earn from 10 to 20 days of annual leave depending upon length of service. Part-time employees working twenty hours or more per week earn one-half of the full-time employee annual leave. Effective January 1, 1995, employees shall not accrue more than 25 days of annual leave. Employees are paid for a maximum of 25 days upon retirement or separation of service. All full-time employees earn 12 days of sick leave each year. Sick leave may be accumulated to a maximum of 60 days. Upon retirement, unused sick leave of up to 20 days is paid to employees. Employees that are separated from service, prior to retirement, forfeit unused sick leave.

The cost of accrued leave privileges, computed in accordance with GASB Codification Section 608, is recognized as a current year expenditure in the governmental funds when leave is actually taken. The cost of leave privileges not requiring current resources is recorded in the general long-term obligations account group.

JACKSON PARISH POLICE JURY
MONROE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. BASIS OF ACCOUNTING (Continued)

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

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

Substantially all other revenues are recorded when received.

Expenditures

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

Other Financing Sources (uses)

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

D. BUDGETARY BASIS OF ACCOUNTING

The Jackson Parish Police Jury uses the following budget practices:

The Jackson Parish Police Jury adopts budgets annually. Public notice of the proposed budgets was published on November 16, 1995, and the proposed budgets were made available for public inspection at that time. A public hearing on the proposed budgets was held November 28, 1995, and they were adopted by the Jackson Parish Police Jury on December 13, 1995. Amended budgets were adopted as necessary.

Budgets were prepared on the GAAP basis of accounting.

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

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

E. ENCUMBRANCES

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

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. REPORTING ENTITY (Continued)

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

Component Unit	Fiscal Year End	Criteria Used
Jackson Parish Library	December 31, 1996	Is
Jackson Parish Hospital Service District No. 1	September 30, 1996	Is
Jackson Parish Recreation District	December 31, 1996	Is
Ward 2 Fire Protection District	December 31, 1996	Is
Ward 3 Fire Protection District	December 31, 1996	Is
Ward 4 Fire Protection District	December 31, 1996	Is
Quitman Fire Protection District No. 1	December 31, 1996	Is
Amelona Fire Protection District No. 1	June 30, 1996	Is

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

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

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

B. FUND ACCOUNTING

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

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

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

**JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
NOTES TO THE PRIMARY GOVERNMENT FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1996**

INTRODUCTION

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

Louisiana Revised Statute 35:126 gives the police jury various powers in regulating and directing the affairs of the parish and its inhabitants. The most notable of these powers are the authority to regulate its own government; to regulate the construction and maintenance of roads, bridges, and drainage systems; to regulate the sale of alcoholic beverages; and to provide for the health and welfare of the poor, disadvantaged and unemployed in the parish. Funding to accomplish these tasks is provided by ad valorem taxes, beer and alcoholic beverage permits, state revenue sharing and various other state and federal grants.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

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

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

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

Capital Projects Funds

Budget	Actual	Variance Favorable (Unfavorable)
\$ 47,794	\$ 49,093	\$ 267
94,000	13,493	(507)
41,794	31,594	(200)
157,944	157,769	175
157,944	157,769	175
(76,100)	(76,100)	(0)
100,000	100,000	
100,000	100,000	(0)
23,850	23,785	(65)
187,800	146,837	(40,963)
\$ 300,850	\$ 270,612	\$ 40,238

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

JACKSON PARISH POLICE JURY
MONROE, LOUISIANA
GOVERNMENTAL FUNDS - DEBT SERVICE AND CAPITAL PROJECT FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 1996

	Hospital Debt Service Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Federal grants	\$	\$	\$
Use of money and property	600	536	(64)
Total revenues	600	536	(64)
Expenditures			
General government:			
Finance and administrative	75	50	25
Other general government			
Public safety			
Capital outlay			
Debt service:			
Principal retirement	5,000	5,000	
Interest	125	125	
Total expenditures	5,200	5,175	25
Excess (deficiency) of revenues over (under) expenditures	(4,600)	(4,639)	(39)
Other financing sources (uses):			
Operating transfers in			
Operating transfers out	(11,000)	(11,000)	70
Total other financing sources (uses)	(11,000)	(11,000)	70
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(15,700)	(15,669)	31
Fund balances at beginning of year	15,700	15,669	(31)
Fund balances at end of year	\$ NONE	\$ NONE	\$ NONE

Special Revenue Funds

Budget	Actual	Variance Favorable (Unfavorable)
\$ 245,673	\$ 267,384	\$ 21,711
275,000	275,000	
(180,000)	(180,000)	
(104,550)	(104,618)	68
60,450	60,972	522
386,613	389,866	3,253
1,949,608	1,949,138	(460)
\$2,185,713	\$2,177,494	\$ 8,219

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

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
GOVERNMENTAL FUNDS - GENERAL AND SPECIAL REVENUE FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (FUND BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 1996

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Excess (deficiency) of revenues over (under) expenditures	\$ 276,888	\$ 322,143	\$ 45,254
Other financing sources (uses)			
Operating transfers in			
Operating transfers out	(275,000)	(275,000)	
Transfers out to other governmental units			
Total other financing sources (uses)	(275,000)	(275,000)	NONE
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	3,888	47,143	43,254
Fund balances at beginning of year	719,000	718,791	(209)
Fund balances at end of year	\$ 722,888	\$ 765,934	\$ 43,046

Special Revenue Funds

Budget	Actual	Variance Favorable (Unfavorable)
\$ 935,645	\$ 937,493	\$ (1,852)
1,007,073	975,852	(29,851)
	208	208
244,000	249,838	(5,838)
93,297	84,518	(8,779)
127,308	124,641	(2,667)
11,212	10,000	(1,212)
8,000	15,079	7,079
8,000	10,617	2,617
66,200	69,519	3,319
2,003,839	2,491,000	651,836
4,148	3,673	475
8,000	7,914	86
78,974	78,583	391
72,937	72,149	788
1,494,937	1,435,907	59,030
23,178	28,238	5,060
258,136	247,072	11,064
268,937	273,620	4,683
88,749	88,749	
18,582	18,580	2
2,207,168	2,213,628	6,460

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

**JACKSON PARISH POLICE JURY
MONROEBORO, LOUISIANA
GOVERNMENTAL FUNDS - GENERAL AND SPECIAL REVENUE FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (CLAP BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 1996**

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes:			
Ad valorem	\$ 258,151	\$ 239,711	\$ (184)
Sales tax			
Other taxes, penalties and interest, etc.	40,088	46,199	2,591
Licenses and permits	4,380	4,000	(188)
Intergovernmental revenues:			
State funds:			
Severance tax	660,309	633,081	\$ (27,228)
Funds transportation fund			
State revenue sharing (act)	15,873	12,866	(2,687)
State aid grant			
Federal grants	10,280	10,987	2,361
Fees, charges and commissions for services			
Fees and forfeitures			
Miscellaneous revenues	11,687	13,231	1,524
Use of money and property	10,000	10,200	(78)
Total revenues	<u>999,988</u>	<u>999,982</u>	<u>\$ (6)</u>
Expenditures			
General government:			
Legislative	65,800	64,836	874
Judicial	88,314	88,687	(383)
Electrons	19,850	20,443	(1,292)
Finance and administrative	195,835	191,708	4,128
Other general government	131,390	137,414	(6,023)
Public safety	125,175	129,800	(4,625)
Public works	7,300	7,300	
Health and welfare	95,858	81,500	14,323
Culture and recreation	19,700	19,500	200
Capital outlay	1,300	1,350	50
Debt service:			
Principal retirement			
Interest			
Total expenditures	<u>661,626</u>	<u>671,739</u>	<u>(10,113)</u>

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
GOVERNMENTAL FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (Continued)
FOR THE YEAR ENDED DECEMBER 31, 1996

	General Fund	Special Revenue Funds	Hospital Deduction Fund	Capital Projects Funds	Total (Memorandum Only)
Excess (deficiency) of revenues over (under) expenditures	\$ 312,143	\$ 267,384	\$ (4,639)	\$ (76,218)	\$ 508,670
Other financing sources (uses)					
Operating transfers in		275,000		100,000	375,000
Operating transfers out	(275,000)	(100,000)			(375,000)
Transfers out to other governmental units		(114,000)	(11,000)		(125,000)
Total other financing sources (uses)	(275,000)	60,972	(11,000)	100,000	(125,000)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	47,143	328,356	(15,639)	23,788	383,648
Fund balances at beginning of year	718,793	1,949,138	15,669	146,837	2,830,437
Fund balances at end of year	\$ 765,936	\$ 2,277,494	\$ 90,030	\$ 170,625	\$ 3,014,085

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

JACKSON PARISH POLICE JURY
 MONROE, LOUISIANA
 GOVERNMENTAL FUNDS

Statement B

COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED DECEMBER 31, 1996

	General Fund	Special Revenue Funds	Hospital Debt Service Fund	Capital Projects Funds	Total (Monocurrency Only)
Revenues					
Taxes:					
Ad valorem	\$ 229,713	\$ 927,493	\$	\$	\$ 1,157,206
Sales tax		978,802			978,802
Other taxes, penalties and interest, etc.	46,199				46,199
Licenses and permits	4,016	388			4,404
Intergovernmental revenues:					
State funds:					
Newman tax	633,882				633,882
Parish transportation funds		209,628			209,628
State revenue sharing (act)	72,886	84,510			157,396
State aid grants		314,641			314,641
Federal grants	23,267			68,861	92,128
Fees, charges and commissions for services		16,880			16,880
Fines and forfeitures		15,879			15,879
Miscellaneous revenues	13,236	18,817			32,053
Use of money and property	21,216	68,529	536	13,493	103,774
Total revenues	993,882	2,481,869	536	82,354	3,558,641
Expenditures:					
General government:					
Legislative	64,826				64,826
Judicial	68,687	3,073			71,760
Elections	28,443	7,994			36,437
Financial and administrative	151,790		80		151,790
Other general government	137,414	78,353			215,767
Public safety	658,885	72,149			731,034
Public works	7,888	1,455,987			1,463,875
Health and welfare	68,581	38,288			106,869
Culture and recreation	19,898	247,471			267,369
Capital outlay	1,058	273,639		157,769	432,456
Debt service:					
Principal retirement		81,749	9,888		91,637
Interest		88,888	115		89,011
Total expenditures	\$ 671,739	\$ 2,223,618	\$ 10,083	\$ 157,769	\$ 3,053,209

Capital Projects Funds	Annual Groups		Total (Monocash Only)
	General Fixed Assets	General Long-Term Obligations	
\$ 507	\$	\$	\$ 188,726
269,685			1,768,679
5,437	(2,287,383)		1,511,068
			8,287,383
		102,844	102,844
		79,009	79,009
\$ 276,629	\$ 8,287,383	\$ 181,883	\$ 8,918,389
\$ 4,881	\$	\$	\$ 144,286
		64,156	64,156
		58,256	58,256
626		58,471	636
5,437	76,098	181,883	316,985
	8,287,383		8,287,383
278,621			3,214,881
278,621	8,287,383	76,098	8,689,884
\$ 276,629	\$ 8,287,383	\$ 181,883	\$ 8,918,389

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

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
ALL FUND TYPES AND ACCOUNT GROUPS
COMBINED BALANCE SHEET, DECEMBER 31, 1996

Governmental Fund Type

	General Fund	Special Revenue Funds
Assets and other debits		
Assets:		
Cash	\$ 23,898	\$ 134,194
Investments, at cost	345,881	1,712,313
Receivables	477,126	1,078,595
Fixed assets		
Other Debits:		
Amount available in landfill closure special revenue fund		
Amount to be provided for general long term obligations		
Total assets and other debits	\$ 797,681	\$ 2,895,412
Liabilities, equity and other credits		
Liabilities:		
Accounts payable	\$ 31,647	\$ 107,918
Capital lease payable		
Compensated absences payable		
Deferred revenues		
Estimated liability for landfill closure costs		
Total liabilities	31,647	107,918
Fund equity and other credits:		
Investment in general fixed assets		
Fund balances:		
Reserved for debt service		
Unreserved - undesignated	766,035	2,277,494
Total equity and other credits	766,035	2,277,494
Total liabilities, equity, and other credits	\$ 797,681	\$ 2,895,412

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INDEPENDENT AUDITORS' REPORT

The Members of the
Jackson Parish Police Jury
Jamboreau, Louisiana

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

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of Office of Management and Budget Circular A-133, "Audits of State and Local Governments." These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments and offices that are not legally separate. Such legally separate entities are referred to as component units. In our opinion, the primary government financial statements present fairly, in all material respects, the financial position of the primary government of the Jackson Parish Police Jury, as of December 31, 1996, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

However, the primary government financial statements, because they do not include the financial data of component units of the Jackson Parish Police Jury do not present, and do not, present fairly the financial position of the Jackson Parish Police Jury, as of December 31, 1996, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

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



KENNETH D. FOLDS & CO.
Certified Public Accountants

Jamboreau, Louisiana
March 14, 1997

JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
FOR THE YEAR ENDED DECEMBER 31, 1996

CONTENTS (Continued)

	<i>Schedule</i>	<i>Page</i>
INDEPENDENT AUDITORS' REPORT ON THE INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS		41-42
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH THE GENERAL REQUIREMENTS APPLICABLE TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS		43
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS		44
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS		45

**JACKSON PARISH POLICE JURY
JONESBORO, LOUISIANA
TABLE OF CONTENTS
FOR THE YEAR ENDED DECEMBER 31, 1996**

	Statement	Page
INDEPENDENT AUDITORS' REPORT		1
PRIMARY GOVERNMENT FINANCIAL STATEMENTS:		
Combined Balance Sheet - All Fund Types and Account Groups	A	2-3
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	B	4-5
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General Fund and Special Revenue Funds	C	6-9
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual - Debt Service and Capital Project Funds	D	10-11
Notes to the Financial Statements		12-21
	Schedule	Page
SUPPLEMENTAL INFORMATION SCHEDULES:		
Special Revenue Funds		
Combining Balance Sheet	1	15-20
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	2	17-20
Capital Projects Funds		
Combining Balance Sheet	3	32
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	4	33
Compensation Paid Police Juries	5	35
INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE		36
Schedule of Federal Financial Assistance	6	37
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE BASED ON AN AUDIT OF PRIMARY GOVERNMENT FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS		38-39
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON AN AUDIT OF PRIMARY GOVERNMENT FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS		40

Budgets

For the year ended December 31, 1996, the Jackson Parish Police Jury failed to adequately amend the budgeted revenues of the Hospital Debt Service Fund and the following Special Revenue Funds: Landfill Closure and the Road Fund. Failure to adequately amend the budgeted revenues resulted in budgeted revenues exceeding the actual revenues by more than five percent. Louisiana Revised Statute 29:1318 requires that amendments shall be made whenever actual revenues are falling to meet budgeted revenues by five percent or more.

We recommend that the Jackson Parish Police Jury comply with Louisiana Revised Statute 29:1300.

In a letter dated March 17, 1997, management of the Jackson Parish Police Jury responded by stating that the Hospital Debt Service Fund and the Landfill Closure Special Revenue Fund budgeted revenues did exceed actual revenues by more than five percent; however, these unfavorable revenue variances were the result of the limited activities of these funds. The Hospital Debt Service Fund was closed out in 1996 and the Landfill Closure Special Revenue Fund was established in 1996. Their limited activities resulted in unfavorable revenue variances of \$64 for the Hospital Debt Service Fund and \$156 for the Landfill Closure Special Revenue Fund. The unfavorable revenue variance of the Road Special Revenue Fund was strictly an oversight, due to underestimating the state appropriation, and that its budgeted revenues will be monitored closely, in the future.

Prior Year's Findings

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

1. Jackson Parish Road System -

The prior audit report cited the Jackson Parish Police Jury for accepting roads that did not meet their established criteria into the road system, in 1995. No roads were accepted into the road system, in 1996; this finding is considered closed.

2. Monitoring subrecipient -

The prior audit report cited the Jackson Parish Police Jury for not adequately monitoring their subrecipient, Four Bell Multi-Purpose Community Action Agency, Inc. regarding a pass-through federal grant. The federal grant was not received in 1996. Management of the Jackson Parish Police Jury has assured us that procedures will be established to monitor their subrecipients for all future pass-through federal grants. This finding is considered closed.

3. Budgets -

(a) The prior audit report cited the Jackson Parish Police Jury for failing to adequately amend the budgeted expenditures of the Road Special Revenue Fund and the following Capital Projects Funds: Community Development Block Grant Fund and the Jail Fund. Failing to adequately amend the budgeted expenditures resulted in actual expenditures exceeding budgeted expenditures by more than five percent. Corrective action has been taken; this finding is considered closed.

(b) The prior audit report cited the Jackson Parish Police Jury for failing to adequately amend the budgeted revenues of the Clearing Special Revenue Fund. Failing to adequately amend the budgeted revenues resulted in budgeted revenues exceeding the actual revenues by more than five percent. As noted above, a repeat comment has been made.

4. Capital Lease -

The prior audit report cited the Jackson Parish Police Jury for entering into a capital lease without obtaining approval from the State Bond Commission. Procedures have been established to ensure State Bond Commission approval for all future capital leases. This finding is considered closed.