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FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

**Primary Government Financial Statements
With Independent Auditor's Report
As of and for the Year Ended
December 31, 1999
With Supplemental Information Schedules**

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

Release Date 3-1-00

**VERNON R
COON**

CERTIFIED PUBLIC ACCOUNTANT

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Primary Government Financial Statements
With Independent Auditor's Report
As of and for the Year Ended
December 31, 1999
With Supplemental Information Schedules

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Independent Auditor's Report

FRANKLIN PARISH POLICE JURY Winnsboro, Louisiana

I have audited the primary government financial statements of the Franklin Parish Police Jury, as of December 31, 1999, and for the year then ended, as listed in the table of contents. These primary government financial statements are the responsibility of the Franklin Parish Police Jury's management. My responsibility is to express an opinion on these primary government financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and the *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I 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. I believe that my audit provides a reasonable basis for my 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 my opinion, the primary government financial statements present fairly, in all material respects, the financial position of the primary government of Franklin Parish Police Jury, as of December 31, 1999, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

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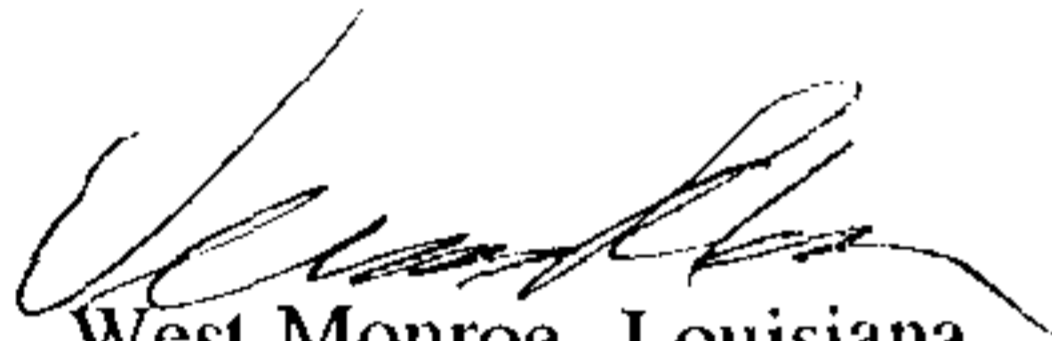
FRANKLIN PARISH POLICE JURY

Winnsboro, Louisiana
Independent Auditor's Report,
December 31, 1999

However, the primary government financial statements, because they do not include the financial data of component units of the Franklin Parish Police Jury, do not purport to, and do not, present fairly the financial position of the Franklin Parish Police Jury at December 31, 1999, and results of its operations for the year then ended in conformity with generally accepted accounting principles.

My audit was made for the purpose of forming an opinion on the primary government financial statements taken as a whole. The supplemental information schedules listed in the table of contents, including the schedule of expenditures of federal awards as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for the purpose of additional analysis and are not a required part of the primary government financial statements of the Franklin Parish Police Jury. Such information has been subjected to the auditing procedures applied in the audit of the primary government financial statements and, in my opinion, is fairly presented in all material respects in relation to the primary government financial statements taken as a whole.

In accordance with *Government Auditing Standards*, I have also issued reports dated February 18, 2000, on my consideration of the Franklin Parish Police Jury's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grants.


West Monroe, Louisiana
February 18, 2000

**PRIMARY GOVERNMENT FINANCIAL STATEMENTS
(OVERVIEW)**

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
ALL FUND TYPES AND ACCOUNT GROUPS

Combined Balance Sheet, December 31, 1999

	GOVERNMENTAL ...FUND TYPE....			...ACCOUNT GROUPS...		TOTAL (MEMORANDUM ONLY)
	GENERAL FUND	SPECIAL REVENUE FUNDS	CDBG CAPITAL PROJECTS FUNDS	GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS	
ASSETS AND OTHER DEBITS						
Cash	\$64,143	\$1,555,396				\$1,619,539
Receivables	131,134	1,639,362	\$14,265			1,784,761
Due from Criminal Court Fund	4,359					4,359
Land, buildings, and equipment				\$7,710,331		7,710,331
Amount to be provided for retirement of general long-term obligations					\$45,053	45,053
TOTAL ASSETS AND OTHER DEBITS	<u>\$199,636</u>	<u>\$3,194,758</u>	<u>\$14,265</u>	<u>\$7,710,331</u>	<u>\$45,053</u>	<u>\$11,164,043</u>
LIABILITIES AND FUND EQUITY						
Liabilities:						
Accounts payable	\$12,265	\$168,607	\$14,265			\$195,137
Payroll withholdings payable	4,112					4,112
Bank loan payable		10,000				10,000
Due to General Fund		4,359				4,359
Deferred revenue		29,068				6,883
Compensated absences payable					\$45,053	45,053
Total Liabilities	<u>16,377</u>	<u>212,034</u>	<u>14,265</u>	NONE	<u>45,053</u>	<u>287,729</u>
Fund Equity:						
Investment in general fixed assets				\$7,710,331		7,710,331
Fund balances - unreserved - undesignated	<u>183,259</u>	<u>2,982,724</u>				<u>3,165,983</u>
Total Fund Equity	<u>183,259</u>	<u>2,982,724</u>	NONE	<u>7,710,331</u>	NONE	<u>10,876,314</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$199,636</u>	<u>\$3,194,758</u>	<u>\$14,265</u>	<u>\$7,710,331</u>	<u>\$45,053</u>	<u>\$11,164,043</u>

The accompanying notes are an integral part of this statement.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
GOVERNMENTAL FUND TYPE

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

	GENERAL FUND	SPECIAL REVENUE FUNDS	CDBG CAPITAL PROJECTS FUND	TOTAL (MEMORANDUM ONLY)
REVENUES				
Taxes:				
Ad valorem	\$109,622	\$1,303,372		\$1,412,994
Sales		2,502,008		2,502,008
Other taxes, penalties, and interest	4,219			4,219
Licenses and permits	85,436			85,436
Intergovernmental revenues:				
Federal funds - federal grants	18,979	3,073,900	\$18,510	3,111,389
State funds:				
Parish transportation funds		333,154		333,154
State revenue sharing (net)	16,761	164,646		181,407
Severance taxes	52,322			52,322
Fire insurance rebate	41,747	2,405		44,152
Other	136,047			136,047
Local funds	4,560			
Fees, charges, and commissions for services	118,577	20,029		138,606
Fines and forfeitures		122,509		122,509
Use of money and property	4,257	75,102		79,359
Other revenues	2,989	5,060		8,049
Total revenues	<u>595,516</u>	<u>7,602,185</u>	<u>18,510</u>	<u>8,216,211</u>
EXPENDITURES				
Current:				
General government:				
Legislative	68,585			68,585
Judicial	30,888	140,053		170,941
Elections	14,685			14,685
Finance and administrative	198,593			198,593
Other general government	3,657	141,056	6,870	151,583
Public safety	69,325	50,757		120,082
Public works		3,929,315		3,929,315
Health and welfare		94,215		94,215
Culture and recreation	84,312			84,312
Economic development and assistance	23,451	3,037,823		3,061,274
Debt service		10,672		10,672
Capital outlay	70,574	236,314	11,625	318,513
Total expenditures	<u>564,070</u>	<u>7,640,205</u>	<u>18,495</u>	<u>8,222,770</u>

(Continued)

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 GOVERNMENTAL FUND TYPE
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances, etc.

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUNDS</u>	<u>CDBG CAPITAL PROJECTS FUND</u>	<u>TOTAL (MEMORANDUM ONLY)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>\$31,446</u>	<u>(\$38,020)</u>	NONE	<u>(\$6,574)</u>
OTHER FINANCING SOURCES (Uses)				
Sale of fixed assets		76		76
Proceeds from insurance	<u>\$23,329</u>	<u>3,407</u>		<u>26,736</u>
Total other financing sources (uses)	<u>54,775</u>	<u>3,483</u>	NONE	<u>58,258</u>
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	54,775	(34,537)	NONE	20,238
FUND BALANCES AT BEGINNING OF YEAR	<u>128,484</u>	<u>3,017,261</u>	NONE	<u>3,145,745</u>
FUND BALANCES AT END OF YEAR	<u>\$183,259</u>	<u>\$2,982,724</u>	NONE	<u>\$3,165,983</u>

(Concluded)

The accompanying notes are an integral part of this statement.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
GOVERNMENTAL FUND TYPE - GENERAL
AND SPECIAL REVENUE FUNDS
(Excluding Criminal Court Special Revenue Fund)

Combined Statement of Revenues, Expenditures,
and Changes in Fund Balances - Budget
(Cash) Basis and Actual
For the Year Ended December 31, 1999

GENERAL FUND.....			...SPECIAL REVENUE FUNDS....		
	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Taxes:						
Ad valorem	\$95,000	\$101,839	\$6,839	\$1,145,000	\$1,227,647	\$82,647
Sales and use				2,407,000	2,425,073	18,073
Other taxes, penalties, and interest	5,000	4,915	(85)			
Licenses and permits	84,453	84,791	338			
Intergovernmental revenues:						
Federal grants	11,291	10,768	(523)	3,075,600	3,095,598	19,998
State funds:						
State grants	133,319	133,319				
Parish transportation funds				330,000	333,154	3,154
State revenue sharing (net)	16,400	16,912	512	158,000	166,969	8,969
Severance taxes	23,650	52,084	28,434			
Fire insurance rebate	41,747	41,747		2,405	2,405	
Other state funds	4,835	4,835				
Local funds	13,502	13,502				
Fees, charges, and commissions for services	120,317	120,325	8	16,900	19,820	2,920
Use of money and property	3,900	4,257	357	65,347	69,927	4,580
Other revenues	60,055	60,055		6,026	6,633	607
Total revenues	<u>613,469</u>	<u>649,349</u>	<u>35,880</u>	<u>7,206,278</u>	<u>7,347,226</u>	<u>140,948</u>
EXPENDITURES						
Current:						
General government:						
Legislative	70,705	68,353	2,352			
Judicial	47,684	46,522	1,162	2,700	2,687	13
Elections	15,805	16,394	(589)			
Finance and administrative	249,319	243,698	5,621			
Other general government				174,770	149,825	24,945
Public safety	78,349	74,797	3,552	54,725	43,610	11,115
Public works				4,171,289	4,024,564	146,725
Health and welfare				3,137,785	3,124,547	13,238
Culture and recreation	86,938	86,959	(21)			
Economic development and assistance	89,706	87,667	2,039	19,490	6,522	12,968
Debt service				11,642	11,642	
Capital Outlay				315,347	248,837	66,510
Total expenditures	<u>638,506</u>	<u>624,390</u>	<u>14,116</u>	<u>7,887,748</u>	<u>7,612,234</u>	<u>275,514</u>

(Continued)

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 GOVERNMENTAL FUND TYPE - GENERAL
 AND SPECIAL REVENUE FUNDS
 (Excluding Criminal Court Special Revenue Fund)
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances - Budget
 (Cash) Basis and Actual, 1999

GENERAL FUND.....		SPECIAL REVENUE FUNDS....		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(\$25,037)</u>	<u>\$24,959</u>	<u>\$49,996</u>	<u>(\$681,470)</u>	<u>(\$265,008)</u>	<u>\$416,462</u>
OTHER FINANCING SOURCES (Uses)						
Sale of fixed assets				76	76	
Proceeds from bank loans					10,000	10,000
Proceeds from insurance	<u>32,238</u>	<u>32,238</u>			<u>25,199</u>	<u>25,199</u>
Total other financing sources (uses)	<u>32,238</u>	<u>32,238</u>	<u>NONE</u>	<u>76</u>	<u>35,275</u>	<u>35,199</u>
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	7,201	57,197	49,996	(681,394)	(229,733)	451,661
FUND BALANCES AT BEGINNING OF YEAR	<u>(7,201)</u>	<u>2,663</u>	<u>9,864</u>	<u>1,357,516</u>	<u>1,784,784</u>	<u>427,268</u>
FUND BALANCES AT END OF YEAR	<u>NONE</u>	<u>\$59,860</u>	<u>\$59,860</u>	<u>\$676,122</u>	<u>\$1,555,051</u>	<u>\$878,929</u>

(Concluded)

The accompanying notes are an integral part of this statement.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 1999

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Franklin Parish Police Jury is the governing authority for Franklin 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 which expire in December, 1999.

Louisiana Revised Statute 33:1236 gives the police jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of those are the powers to make regulations for their own government, to regulate the construction and maintenance of roads and bridges, to regulate the construction and maintenance of 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, sales taxes, beer and alcoholic beverage permits, state revenue sharing, and various other state and federal grants.

In accomplishing its objectives, the police jury also has the authority to create special districts (component units) within the parish. The districts perform specialized functions, such as fire protection, water distribution, sewerage collection and disposal, drainage control, library facilities, and health care facilities.

A. REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the Franklin Parish Police Jury is the financial reporting entity for Franklin 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 (Codification Section 2100.120-140) establishes criteria for determining which component units should be considered part of the Franklin Parish Police Jury for financial reporting purposes. The basic criteria for including a potential component unit within the reporting entity is financial accountability. This criteria includes:

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 Notes to the Financial Statements (Continued)

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

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

	<u>Fiscal</u> <u>Year End</u>	<u>Criteria Used</u>
Franklin Parish:		
Library	December 31	1 & 3
Tourist Commission	December 31	1 & 3
Assessor	December 31	2 & 3
Clerk of Court	June 30	2 & 3
Sheriff	June 30	2 & 3
Communications District	December 31	1 & 3
Hospital Service District No. 1	December 31	1 & 3
Sewerage District No. 1	June 30	1 & 3
Sewerage District No. 2	December 31	1 & 3
Fire District No. 2	December 31	1 & 3
Fire District No. 3	December 31	1 & 3
Fire District No. 4	December 31	1 & 3
Fire District No. 5	December 31	1 & 3
Fifth Judicial District Criminal Court	December 31	3
Crowville Fire District	December 31	1 & 3
South Franklin Recreation District	December 31	1 & 3

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

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

These primary government (police jury) financial statements include all funds, account groups, and organizations for which the police jury maintains the accounting records. Organizations for which the police jury maintains the accounting records include the Fifth Judicial District Criminal Court, Fire District No. 2, Fire District No. 3 Franklin Parish Communications District, and the Franklin Parish Tourist Commission.

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

B. 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 related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities (general fixed assets and general long-term obligations) that are not recorded in the "funds" because they do not directly affect net expendable available financial resources. They are concerned only with the measurement of financial position, not with the measurement of results of operations.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

Funds are classified into three categories; governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types." Governmental funds are used to account for a government's general activities, where the focus of attention is on the providing of services to the public as opposed to proprietary funds where the focus of attention is on recovering the cost of providing services to the public or other agencies through service charges or user fees. Fiduciary funds are used to account for assets held for others. The police jury's current operations require the use of governmental and fiduciary funds. The governmental fund types used by the police jury are described as follows:

Governmental Funds:

General Fund

The General Fund is the general operating fund of the police jury. It accounts for all activities except those required to be accounted for in the special revenue funds.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources such as ad valorem taxes, sales taxes and federal grants. Those revenues are legally restricted, either by tax proposition or grant agreement, to expenditures for specified purposes such as road and bridge maintenance and construction, drainage maintenance, solid waste collection and disposal, operation of the criminal court, and operation of the parish health unit.

Capital Projects Fund

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

C. GENERAL FIXED ASSETS AND LONG-TERM OBLIGATIONS

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures (capital outlay) in governmental funds and the related assets are reported in the general fixed assets

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

account group. All purchased fixed assets are valued at cost where historical records are available and at estimated cost where no historical records are available. Approximately 91 per cent of general fixed assets are valued at actual cost while the remaining 9 per cent are based on estimated cost. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of fixed assets or materially extend their useful lives are not capitalized but are only recognized as a normal current expenditure of the governmental funds. Public domain or infrastructure general fixed assets consisting of roads, bridges and drainage systems are not capitalized, as these assets are immovable and of value only to the police jury. No depreciation is recognized on general fixed assets.

Long-term debt, such as compensated absences, only that portion expected to be financed from expendable available financial resources is reported as a liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term obligations account group.

D. BASIS OF ACCOUNTING

The financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements for these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for reporting all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The police jury uses the following practices in recognizing and reporting revenues and expenditures:

Revenues

Ad valorem taxes and the related state revenue sharing are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed

FRANKLIN PARISH POLICE JURY

Winnsboro, Louisiana

Notes to the Financial Statements (Continued)

on a calendar year basis and attach as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December of the current year and January and February of the ensuing year.

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

Sales taxes are recognized in the month received by the police jury's collection agent, the Franklin Parish School Board.

Interest income on time deposits is recorded when the time deposits have matured and the income is available.

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

Based on the above criteria, ad valorem taxes, state revenue sharing, sales taxes, and federal and state grants are treated as susceptible to accrual.

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, which are recognized when paid.

Other Financing Sources (Uses)

Proceeds from insurance and sales of fixed assets are accounted for as other financing sources (uses) and are recognized when the underlying events occur.

E. BUDGET PRACTICES

The police jury adopts annual budgets on the General Fund and all special revenue funds except the Criminal Court Special Revenue Fund, which is exempt from the budget requirements of the Louisiana Local Government Budget Act. The proposed budgets are prepared by the treasurer and the finance committee of the police jury during October of each year. The availability of the proposed budgets for public inspection and the date of the public hearing on the budgets are advertised in the official journal. Prior to its regular December meeting, the police jury holds a public hearing on the proposed budgets in order to receive comments from residents. Changes are made to the proposed budgets based on the public hearing and the desires of the police jury as a whole. The budgets are then adopted during the police jury's regular December meeting, and notice is published in the official journal.

Budget comparisons are prepared by the treasurer and are presented to the jury on a monthly basis. The treasurer presents necessary budget amendments to the jury during the year when, in her judgment, actual operations are differing materially from those anticipated in the original budget. The jury, during a regular meeting, reviews the proposed amendments, makes changes as they feel necessary, and formally adopts the amendments. The adoption of amendments is included in police jury minutes published in the official journal.

The police jury exercises budgetary control at the functional level. Within functions, the treasurer has the authority to make amendments, as necessary. Unexpended appropriations lapse at year end and must be reappropriated in the next year's budget to be expended.

For the year ended December 31, 1999, cash basis budgets were adopted for the General Fund and all special revenue funds, except the Criminal Court Fund. The Criminal Court Special Revenue Fund is exempt from the requirements of the Local Government Budget Act.

Budget comparison statements included in the accompanying financial statements include the original adopted budgets and all subsequent amendments. The following schedule reconciles the excess of revenues and other sources over expenditures and other uses as shown on the budget comparison Statement C (budget basis) to the same amounts shown on Statement B (GAAP basis):

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 Notes to the Financial Statements (Continued)

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Excess (deficiency) of revenues and other source over expenditures and other uses (budget basis)	\$57,197	(\$229,733)
Adjustments:		
Receivables	(13,412)	90,904
Payables	19,948	135,501
Interfund receivable	(8,943)	
Bank loan payable		900
Deferred revenue		(26,610)
Criminal court fund - not budgeted		(8,943)
Other	<u>(15)</u>	<u>3,444</u>
Excess (deficiency) of revenues and others source over expenditures and other uses (GAAP basis)	<u>\$54,775</u>	<u>(\$34,537)</u>

The following schedule reconciles actual ending fund balances as shown on Statement C with cash on Statement A:

	<u>General Fund</u>	<u>Special Revenue Funds</u>
Fund balances at end of year - Statement C	\$59,860	\$1,555,051
Adjustments:		
Payroll account	4,283	
Funds not budgeted		345
Cash and cash equivalents - Statement A	<u>\$64,143</u>	<u>\$1,555,396</u>

F. CASH

Under state law, the 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 principal offices in Louisiana.

At December 31, 1999, the police jury has cash (book balances) totaling \$1,619,539

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 Notes to the Financial Statements (Continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. 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. Cash and cash equivalents (bank balances) at December 31, 1999, are secured as follows:

Bank Balances	<u>\$1,462,259</u>
Federal deposit insurance	\$100,000
Pledged securities (uncollateralized)	<u>1,980,060</u>
Total	<u>\$2,080,060</u>

Because the pledged securities are held by a custodial bank in the name of the fiscal agent bank rather than in the name of the police jury, they are considered uncollateralized (Category 3) under the provisions of GASB Codification C20.106; however, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the police jury that the fiscal agent bank has failed to pay deposited funds upon demand. Further, LRS 39:1224 states that securities held by a third party shall be deemed to be held in the police jury's name.

G. ANNUAL AND SICK LEAVE

After one year of service, employees of the police jury are granted from 5 to 15 days of annual leave each year, depending upon length of service. Upon resignation or retirement an employee will be compensated for annual leave accumulated to the date of separation, not to exceed 90 days. Any days over 90 will be credited to their retirement. Employees are granted one day of sick leave for each month of continuous employment and can accumulate up to 90 days sick leave. Employees are not compensated for accumulated sick leave upon separation of service.

Criminal court employees earn from 5 to 10 days of annual leave each year. Sick leave is granted to employees on an as needed basis. Neither annual leave nor sick leave may be accumulated. Employees are not paid for unused annual and sick leave upon separation of service.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

The Franklin Parish Tourist Commission has no employees and, therefore, no annual and sick leave policies.

At December 31, 1999, employees of the police jury had accumulated and vested \$45,053 of employee leave benefits, computed in accordance with GASB Codification C60. The liability is recorded within the general long-term obligations account group.

The cost of leave privileges, computed in accordance with the previous codification, is recognized as a current year expenditure within the various funds when leave is actually taken or when employees are paid for accrued annual leave upon resignation or retirement, while the cost of leave privileges not requiring current resources is recorded in the general long-term obligations account group.

II. SALES TAXES

On October 18, 1997, voters of the parish approved a one-half of one per cent sales and use tax which is dedicated for the purpose of solid waste collection and disposal. The tax is for a period of five years beginning December 1, 1998, and ending November 30, 2003. On April 3, 1993, voters of the parish approved a one per cent sales and use tax which is dedicated for the construction, operation, and maintenance of roads and bridges within the parish. The tax is for a period of ten years beginning July 1, 1993, and ending June 30, 2003. The police jury entered into an agreement with the Franklin Parish School Board whereby the school board provides collection services for a pro rata fee of the total based on taxes collected by the school board.

On March 5, 1985, as provided by Louisiana Revised Statute 33:4574, the police jury levied a two per cent tax on the occupancy of all hotel/motel rooms in the parish. Proceeds of the tax are used by the Franklin Parish Tourist Commission for the purpose of promoting tourism in the parish. The Franklin Parish School Board collects and remits the taxes, net of collection costs, to the police jury.

I. TOTAL COLUMNS ON COMBINED STATEMENTS

Total columns on the combined statements are captioned Memorandum Only (overview) to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations 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.

J. RISK MANAGEMENT

The police jury is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; liability; and injuries to employees and others. To handle such risk of loss, the police jury maintains commercial insurance policies covering; automobile liability and medical payments; general liability; and surety bond coverage on the secretary/ treasurer and other employees handling money. The police jury maintains an escrow fund for unemployment claims that requires a minimum balance of \$40,000. No claims were paid on any of the policies during the past three years which exceeded the policies' coverage amounts.

2. LEVIED TAXES

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

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parishwide taxes:			
General:			
Outside municipalities	3.29	3.41	Indefinite
Inside municipalities	1.64	1.70	Indefinite
Equipment	8.00	8.08	2002
Health Unit	3.00	3.19	2000
Drainage maintenance	11.00	11.11	2002
Road equipment and salary adjustment	4.24	4.24	2003
Courthouse maintenance	4.00	4.04	2002
Fire district 2	10.00	10.14	2000
Fire district 3	10.00	10.00	2007

The difference between authorized and levied millages is the result of reassessments of taxable property required by Article 7, Section 18 of the Louisiana Constitution of 1974.

The following are the principal taxpayers for the parish and their 1999 assessed valuation:

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 Notes to the Financial Statements (Continued)

	1999 Assessed Valuation	Per cent of Total Assessed Valuation
Entergy Louisiana, Inc.	\$2,010,130	3.19%
Bellsouth Telecommunications	1,737,700	2.76%
Winnsboro State Bank	1,383,025	2.19%
ANR Pipeline Company	1,235,130	1.96%
Tennessee Gas Pipeline Company	1,189,470	1.89%
Columbia Gulf Transmission Company	1,135,460	1.80%
Franklin State Bank	1,022,920	1.62%
Wal-mart Stores, East #0976	975,027	1.55%
Northeast Louisiana Power COOP	945,880	1.50%
Wal-mart Stores, Inc. #0976	788,160	1.25%
Total	<u>\$12,422,902</u>	<u>19.71%</u>

3. RECEIVABLES

The following is a summary of receivables at December 31, 1999:

	General Fund	Special Revenue Funds	CDBG Capital Projects Fund	Total
Taxes:				
Ad valorem	\$101,115	\$1,212,712		\$1,313,827
Sales		300,503		300,503
Grants:				
Federal	2,369		\$14,265	16,634
State	24,195	115,033		139,228
Other	3,455	11,114		14,569
Total	<u>\$131,134</u>	<u>\$1,639,362</u>	<u>\$14,265</u>	<u>\$1,784,761</u>

4. CHANGES IN GENERAL FIXED ASSETS

The following presents changes in general fixed assets for the year ended December 31, 1999:

FRANKLIN PARISH POLICE JURY

Winnsboro, Louisiana

Notes to the Financial Statements (Continued)

	Balance at <u>January 1,</u>	<u>Additions</u>	<u>Deletions</u>	Balance at <u>December 31,</u>
Land	\$293,136			\$293,136
Buildings	5,046,708			5,046,708
Equipment	2,068,913	\$306,888	(\$16,939)	2,358,862
Construction in progress	NONE	11,625		11,625
Total	<u>\$7,408,757</u>	<u>\$318,513</u>	<u>(\$16,939)</u>	<u>\$7,710,331</u>

General fixed assets as of January 1, 1999 have been restated to reflect change. The police jury reestablished its inventory listing of fixed assets based on actual physical count, removing those items which had been junked in previous years and not removed from the listing and adding items which had been purchased in previous years and not added to the list.

5. PENSION PLAN

Substantially all employees of the Franklin Parish Police Jury are members of the Parochial Employees Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the police jury are members of Plan A.

All permanent employees working at least twenty-eight hours per week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 per cent of their final average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only before January 1, 1980, the benefit is equal to one per cent of final average salary plus \$24 for each year of supplemental-plan-only service earned before January 1, 1980, plus 3 per cent of final-average salary for each salary for each year of service credited after the revision date. Final average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefits accrued 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 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 of Louisiana, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (504) 928-1361.

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 Notes to the Financial Statements (Continued)

Under Plan A, members are required by state statute to contribute 9.50 per cent of their annual covered salary and the Franklin Parish Police Jury is required to contribute at an actuarially determined rate. The current rate is 8.00 per cent of annual covered payroll. Contributions to the system also include one-fourth of one per cent (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 Franklin Parish Police Jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Franklin Parish Police Jury's contributions to the System under Plan A for the years ending December 31, 1999, 1998, and 1997, were \$59,714, \$59,508, and \$56,835, respectively, equal to the required contributions for each year.

6. POST RETIREMENT BENEFITS

The police jury provides surviving spouse benefits to the wife of a retired judge. The cost of providing these benefits is \$616 annually. Additionally, the police jury has made available certain continuing health care and life insurance benefits provided through an insurance company to all employees that reach normal retirement age. Retirees participating in the program are required to pay 100 per cent of the monthly premium.

7. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The following is a summary of long-term obligation transactions for the year ended December 31, 1999:

	<u>Capital Leases</u>	<u>Compensated Absences</u>	<u>Total</u>
Long-term obligations			
At January 1, 1999	\$9,841	\$40,717	\$50,558
Additions		24,265	24,265
Deductions	(9,841)	(16,543)	(26,384)
Adjustments ¹		(3,386)	(3,386)
Long-term obligations			
At December 31, 1999	<u>NONE</u>	<u>\$45,053</u>	<u>\$45,053</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Notes to the Financial Statements (Continued)

¹ As discussed in note 1G, upon separation from employment, employees are paid for accumulated leave at their current rate of pay. The adjustment is for the purpose of adjusting amounts for annual leave resulting from the differences between beginning and ending rates of pay and to reflect the maximum accumulation of ninety days.

8. CRIMINAL COURT FUND

Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the criminal court fund at year end be transferred to the parish General Fund. The following details the amount due at December 31, 1999:

Balance due at January 1, 1999	\$13,502
Amount due for 1999	4,359
Remitted during 1999	<u>(13,502)</u>
Balance due at December 31, 1999	<u>\$4,359</u>

9. LITIGATION AND CLAIMS

At December 31, 1999, the police jury is involved in several lawsuits. Although the total amount of potential liability cannot be determined at this time, any damages awarded would be covered under the police jury's insurance. In the event there is an unfavorable outcome, the police jury's maximum loss would be limited to the insurance deductible amount of \$25,000. No provision for the potential liability has been made in the accompanying financial statements.

SUPPLEMENTAL INFORMATION SCHEDULES

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended December 31, 1999

SPECIAL REVENUE FUNDS

MAINTENANCE FUNDS

Road and Bridge Maintenance Fund

The Road and Bridge Maintenance Fund accounts for maintenance of parish highways, streets, and bridges. Financing is provided by a one cent sales tax paid on purchases made in Franklin Parish and the state parish transportation fund.

Drainage Maintenance Fund

The Drainage Maintenance Fund accounts for maintenance of storm drainage systems and watershed programs in the parish. Financing is provided by ad valorem taxes.

Courthouse Maintenance Fund

The Courthouse Maintenance Fund accounts for maintenance of the courthouse building, equipment, and grounds. Financing is provided by a parishwide ad valorem tax and state revenue sharing funds.

Health Unit Maintenance Fund

The Health Unit Maintenance Fund accounts for maintenance of the parish health unit and the local share of the health unit operation. Financing is provided by ad valorem taxes and state revenue sharing funds.

Equipment Maintenance Fund

The Equipment Maintenance Fund accounts for acquisition and maintenance of police jury equipment. Financing is provided by a parishwide ad valorem tax.

SECTION 8 HOUSING FUND

The Section 8 Housing Fund provides housing assistance payments to participating owners on behalf of eligible tenants to provide decent, safe, and sanitary housing for very low income families at rents they can afford. Housing assistance payments are used to make up the difference between the

approved rent due to the owner for the dwelling unit and the occupant family's required contribution towards the rent. Assisted families are required to contribute up to 30 per cent of their adjusted family income towards rent. Funding is provided through the United States Department of Housing and Urban Development.

ROAD EQUIPMENT AND SALARY ADJUSTMENT FUND

The Road Equipment and Salary Adjustment Fund accounts for purchases of equipment and annual compensation of employees of the parish. Financing is provided by ad valorem taxes, and state revenue sharing funds.

WITNESS FEE FUND

The Witness Fee Fund was established to pay off-duty law enforcement officers. Financing is provided by fines paid by defendants who are found guilty.

CRIMINAL COURT FUND

The Criminal Court Fund accounts for all criminal court expenses. Financing is provided by criminal costs and fines.

SALES TAX FUND

The Sales Tax Fund accounts for the payments made for the garbage pick-up in Franklin Parish. Financing is provided by a one-half cent sales tax paid on purchases made in Franklin Parish.

TOURIST COMMISSION FUND

The Tourist Commission Fund accounts for the promotion of tourism within Franklin Parish. Financing is provided by a two per cent hotel/motel sales tax.

UNEMPLOYMENT ESCROW

The Unemployment Escrow Fund accounts for the jury's self-insurance program. Funds are provided by transfers from other funds.

FIRE DISTRICT NO. 2

The Fire District Fund No. 2 accounts for operations of the fire district. Financing is provided by ad valorem taxes.

FIRE DISTRICT NO. 3

The Fire District Fund No. 3 accounts for operations of the fire district. Financing is provided by ad valorem taxes.

JTPA FUND

The Job Training Partnership Act Fund (JTPA) accounts for federally funded job assistance programs designed to develop job skills for economically disadvantaged parishes of Richland, Franklin, Tensas, Madison, East Carroll, Caldwell, and Jackson. Funding is provided by the United States Department of Labor through the Louisiana Department of Labor. Funds are subsequently transferred to the administrative entity (subrecipient) for actual operation of the program.

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 SPECIAL REVENUE FUNDS

Combining Balance Sheet, December 31, 1999

	MAINT.	SECTION 8	ROAD EQUIP. AND SALARY ADJUSTMENT	WITNESS FEE	CRIMINAL COURT	SALES TAX	TOURIST COMMISSION	UNEMPLOYMENT ESCROW	FIRE DISTRICT NO 2	FIRE DISTRICT NO. 3	TOTAL
ASSETS											
Cash and cash equivalents	\$816,487	\$29,575	\$96,897	\$20,930	\$345	\$450,036	\$61,230	\$40,982	\$29,774	\$9,140	\$1,555,396
Receivables	1,290,208		174,873	260	8,834	100,168	7,068		39,484	18,467	1,639,362
TOTAL ASSETS	<u>\$2,106,695</u>	<u>\$29,575</u>	<u>\$271,770</u>	<u>\$21,190</u>	<u>\$9,179</u>	<u>\$550,204</u>	<u>\$68,298</u>	<u>\$40,982</u>	<u>\$69,258</u>	<u>\$27,607</u>	<u>\$3,194,758</u>
LIABILITIES AND FUND EQUITY											
Liabilities:											
Accounts payable	\$84,421	\$507	\$7,202	\$25	\$461	\$64,436			\$10,721	\$834	\$168,607
Bank loan payable									10,000		10,000
Due to General Fund					4,359						4,359
Deferred revenue		29,068									29,068
Total Liabilities	84,421	29,575	7,202	25	4,820	64,436	NONE	NONE	10,721	10,834	212,034
Fund Equity - fund balance - unreserved - undesignated	2,022,274	NONE	264,568	\$21,165	4,359	485,768	\$68,298	\$40,982	58,537	16,773	2,982,724
TOTAL LIABILITIES AND FUND EQUITY	<u>\$2,106,695</u>	<u>\$29,575</u>	<u>\$271,770</u>	<u>\$21,190</u>	<u>\$9,179</u>	<u>\$550,204</u>	<u>\$68,298</u>	<u>\$40,982</u>	<u>\$69,258</u>	<u>\$27,607</u>	<u>\$3,194,758</u>

FRANKLIN PARISH POLICE JURY
 Winnsboro, Louisiana
 SPECIAL REVENUE FUNDS

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

	SECTION 8	ROAD EQUIP. & SALARY ADJUST- MENT	WITNESS FEE	CRIMINAL COURT	SALES TAX	TOURIST COMM	UNEMPLOY- MENT ESCROW	FIRE DISTRICT NO. 2	FIRE DISTRICT NO. 3	JTPA	TOTAL
REVENUES											
Taxes:											
Ad valorem		\$171,322						\$45,888	\$14,371		\$1,303,372
Sales and use					\$826,879	\$21,377					2,502,008
Intergovernmental revenues:										\$3,031,302	3,073,900
Federal grants	1,467	\$41,131									
State funds:											
Parish transportation funds											333,154
State revenue sharing (net)		22,769									164,646
Fire insurance rebate								2,195	210		2,405
Fees, charges, and commissions for services			\$5,345		4,381	10,303					20,029
Fines and forfeitures				\$122,509							122,509
Use of money and property	45,683	5,081	681	378	17,772	1,754	\$1,766	1,391	280		75,102
Other revenues	5,060										5,060
Total revenues	3,252,784	199,172	6,026	122,887	849,032	33,434	1,766	49,474	14,861	3,031,302	7,602,185

EXPENDITURES

Current:											
General government:											
Judicial			2,712	131,830			5,511				140,053
Other general government	141,056										141,056
Public safety								41,278	9,479		50,757
Public works	3,033,358	86,850			809,107						3,929,315
Health and welfare	52,768	41,447									94,215
Economic development and assistance						6,521				3,031,302	3,037,823
Debt service	9,930							222	520		10,672
Capital outlay	156,664	75,522						1,328	2,800		236,314
Total expenditures	3,393,776	162,372	2,712	131,830	809,107	6,521	5,511	42,828	12,799	3,031,302	7,640,205

EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(140,992)</u>	<u>NONE</u>	<u>36,800</u>	<u>3,314</u>	<u>(8,943)</u>	<u>39,925</u>	<u>26,913</u>	<u>(3,745)</u>	<u>6,646</u>	<u>2,062</u>	<u>NONE</u>	<u>(38,020)</u>
OTHER FINANCING SOURCES (Uses)												
Sale of fixed assets	76											76
Proceeds from insurance	<u>3,407</u>											<u>3,407</u>
Total other financing sources (uses)	<u>3,483</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>3,483</u>
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(137,509)</u>	<u>NONE</u>	<u>36,800</u>	<u>3,314</u>	<u>(8,943)</u>	<u>39,925</u>	<u>26,913</u>	<u>(3,745)</u>	<u>6,646</u>	<u>2,062</u>	<u>NONE</u>	<u>(34,537)</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>2,159,783</u>	<u>NONE</u>	<u>227,768</u>	<u>17,851</u>	<u>13,302</u>	<u>445,843</u>	<u>41,385</u>	<u>44,727</u>	<u>51,891</u>	<u>14,711</u>	<u>NONE</u>	<u>3,017,261</u>
FUND BALANCES AT END OF YEAR	<u>\$2,022,274</u>	<u>NONE</u>	<u>\$264,568</u>	<u>\$21,165</u>	<u>\$4,359</u>	<u>\$485,768</u>	<u>\$68,298</u>	<u>40,982</u>	<u>58,537</u>	<u>16,773</u>	<u>NONE</u>	<u>\$2,982,724</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
SPECIAL REVENUE - MAINTENANCE FUNDS

Combining Balance Sheet, December 31, 1999

	<u>ROAD AND BRIDGE</u>	<u>DRAINAGE</u>	<u>COURTHOUSE</u>	<u>HEALTH UNIT</u>	<u>EQUIPMENT</u>	<u>TOTAL</u>
ASSETS						
Cash and cash equivalents	\$210,861	\$51,840	\$178,303	\$294,301	\$81,182	\$816,487
Receivables	<u>200,555</u>	<u>458,214</u>	<u>166,626</u>	<u>131,566</u>	<u>333,247</u>	<u>1,290,208</u>
TOTAL ASSETS	<u>\$411,416</u>	<u>\$510,054</u>	<u>\$344,929</u>	<u>\$425,867</u>	<u>\$414,429</u>	<u>\$2,106,695</u>
LIABILITIES AND FUND EQUITY						
Liabilities:						
Accounts payable	\$24,127	\$15,719	\$8,413	\$5,211	\$30,951	\$84,421
Fund Equity - fund balance - unreserved - undesignated	<u>387,289</u>	<u>494,335</u>	<u>336,516</u>	<u>420,656</u>	<u>383,478</u>	<u>2,022,274</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$411,416</u>	<u>\$510,054</u>	<u>\$344,929</u>	<u>\$425,867</u>	<u>\$414,429</u>	<u>\$2,106,695</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
SPECIAL REVENUE - MAINTENANCE FUNDS

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

	<u>ROAD AND BRIDGE</u>	<u>DRAINAGE</u>	<u>COURTHOUSE</u>	<u>HEALTH UNIT</u>	<u>EQUIPMENT</u>	<u>TOTAL</u>
REVENUES						
Taxes:						
Ad valorem		\$450,365	\$164,125	\$129,052	\$328,249	\$1,071,791
Sales and use	\$1,653,752					1,653,752
Intergovernmental revenues						
Federal grants	1,467					1,467
State funds:						
Parish transportation funds	333,154					333,154
State revenue sharing (net)		59,659	21,699	17,130	43,389	141,877
Use of money and property	9,176	10,758	8,339	11,739	5,671	45,683
Other revenues	1,051	1,922	2,087			5,060
Total revenues	<u>1,998,600</u>	<u>522,704</u>	<u>196,250</u>	<u>157,921</u>	<u>377,309</u>	<u>3,252,784</u>
EXPENDITURES						
Current:						
General government - other			141,056			141,056
Public works	2,213,098	556,716			263,544	3,033,358
Health and welfare				52,768		52,768
Debt service					9,930	9,930
Capital outlay	4,189	6,500	5,100	3,301	137,574	156,664
Total expenditures	<u>2,217,287</u>	<u>563,216</u>	<u>146,156</u>	<u>56,069</u>	<u>411,048</u>	<u>3,393,776</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(218,687)</u>	<u>(40,512)</u>	<u>50,094</u>	<u>101,852</u>	<u>(33,739)</u>	<u>(140,992)</u>
OTHER FINANCING SOURCES (uses)						
Sale of fixed assets					76	76
Proceeds from insurance reimbursement		3,407				3,407
Total other financing sources (uses)	<u>NONE</u>	<u>3,407</u>	<u>NONE</u>	<u>NONE</u>	<u>76</u>	<u>3,483</u>
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(218,687)</u>	<u>(37,105)</u>	<u>50,094</u>	<u>101,852</u>	<u>(33,663)</u>	<u>(137,509)</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>605,976</u>	<u>531,440</u>	<u>286,422</u>	<u>318,804</u>	<u>417,141</u>	<u>2,159,783</u>
FUND BALANCES AT END OF YEAR	<u>\$387,289</u>	<u>\$494,335</u>	<u>\$336,516</u>	<u>\$420,656</u>	<u>\$383,478</u>	<u>\$2,022,274</u>

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE
For the Year Ended December 31, 1999

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 33:1233, the police jury has elected the monthly payment method of compensation. Under this method, the jurors have all chosen different amounts of monthly compensation ranging from none to \$800 per month.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Schedule of Compensation Paid Police Jurors
For the Year Ended December 31, 1999

Ricky Campbell	\$7,800
W.A. "Bo" Erskin	7,800
Harvey Ray Guimbellot	7,800
Jackie R. Johnson	9,600
Leroy Scott	8,400
Carey C. Stevens, President	9,000
Ray Young	<u>NONE</u>
Total	<u>\$50,400</u>

**Independent Auditor's Report on Compliance with
Laws, Regulations, Contracts, and Grants,
and Internal Control**

The following independent auditor's reports on compliance with laws, regulations, contracts, and grants and internal control are presented in compliance with the requirements of *Government Auditing Standards*, issued by the Comptroller General of the United States; the U. S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; the *Single Audit Act Amendments of 1996*; and the *Louisiana Governmental Audit Guide*, issued by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor.



MEMBER AMERICAN
INSTITUTE OF CERTIFIED
PUBLIC ACCOUNTANTS

SOCIETY OF LOUISIANA
CERTIFIED PUBLIC
ACCOUNTANTS

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Independent Auditor's Report on Compliance and Internal Control Over Financial Reporting

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

I have audited the primary government financial statements of the Franklin Parish Police Jury as of and for the year ended December 31, 1999, and have issued my report thereon dated February 18, 2000. I conducted my 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

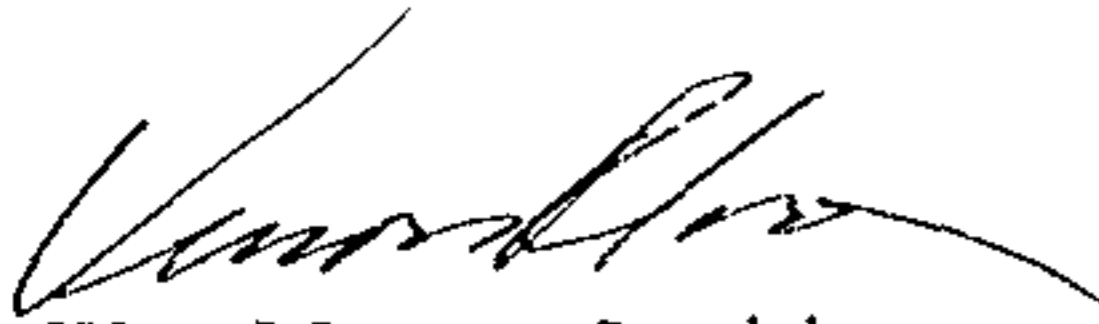
As part of obtaining reasonable assurance about whether the Franklin Parish Police Jury's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my 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 my audit, I considered Franklin Parish Police Jury's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting 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 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. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Independent Auditor's Report on Compliance
And Internal Control Over Financial Reporting, etc.
December 31, 1999

This report is intended for the information of the members of the Franklin Parish Police Jury, management of the police jury, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read 'Vernon...', is written over the typed name 'Vernon'.

Vernon
West Monroce, Louisiana
February 18, 2000

**Independent Auditor's Report on Compliance
With Requirements Applicable to Each Major Program
and Internal Control Over Compliance**

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Compliance

I have audited the compliance of the Franklin 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 its major federal program for the year ended December 31, 1999. Franklin Parish Police Jury's major federal program is 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 its major federal program is the responsibility of the Franklin Parish Police Jury's management. My responsibility is to express an opinion on the Franklin Parish Police Jury's compliance based on my audit.

I conducted my 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, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I 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 Franklin Parish Police Jury's compliance with those requirements and performing such other procedures as I consider necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on Franklin Parish Police Jury's compliance with those requirements.

In my opinion, Franklin Parish Police Jury complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 1999. The results of my auditing procedures disclosed no instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133.

FRANKLIN PARISH POLICE JURY

Winnsboro, Louisiana

Independent Auditor's Report on Compliance

With Requirements Applicable to Each Major

Program and Internal Control Over Compliance, etc.

December 31, 1999

Internal Control Over Compliance

The management of the Franklin 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 my audit, I considered Franklin 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 my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My 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. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

This report is intended for the information of the members of the Franklin Parish Police Jury, management of the police jury, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



West Monroe, Louisiana

February 18, 2000

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 1999

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of the Franklin Parish Police Jury.
2. No reportable conditions relating to the audit of the financial statements are reported in the Independent Auditor's Report on Compliance and Internal Control Over Financial Reporting.
3. No instances of noncompliance material to the financial statements of the Franklin Parish Police Jury were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award program is reported in the Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance.
5. The auditor's report on compliance for the major federal award program for the Franklin Parish Police Jury expresses an unqualified opinion.
6. No audit findings relative to the major federal award program for the Franklin Parish Police Jury are reported.
7. The Job Training Partnership Act (CFDA 17.250) was tested as a major program.
8. The threshold for distinguishing type A and B programs was \$300,000.
9. The Franklin Parish Police Jury was determined to be a low risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

No findings resulted from the financial statement audit.

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL
AWARD PROGRAMS AUDIT**

None

FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 1999

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURES
United States Department of Housing and Urban Development			
Direct program - Lower-Income Housing Assistance Program	14.156	N/A	\$41,130
Passed through Department of Social Services, Office of Community Services - HUD/Emergency Shelter Grants Program	14.231	N/A	9,340
Passed through Office of the Governor, Division of Administration - Community Development Block Grant (States Program):	14.228		
Baskin Fire District		107-700103	4,245
Fire Protection District No. 4		107-900458	14,265
Total United States Department of Housing and Urban Development			<u>68,980</u>
United States Department of Labor			
Direct Program - Jobs Training Partnership Act	17.250	N/A	3,031,302
Federal Emergency Management Agency			
Passed through Louisiana Office of Emergency Preparedness - Emergency Management Assistance (Civil Defense) Program	83.534	72600046401	9,640
Direct program - Public Assistance Grants	83.544	N/A	1,467
Total Federal Emergency Management Agency			<u>11,107</u>
Total Federal Financial Assistance			<u>\$3,111,389</u>

Footnote:

(1) The Schedule of Expenditures of Federal Awards was prepared on the modified accrual basis of accounting.

**FRANKLIN PARISH POLICE JURY
Winnsboro, Louisiana**

**Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 1999**

There were no audit findings reported in the audit for the year ended December 31, 1998.