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EVANGELINE PARISH POLICE JURY

Financial Report

Year Ended December 31, 1998

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Release Date 7-28-99

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INDEPENDENT AUDITORS' REPORT

To the Members of the Police Jury
Evangeline Parish
Ville Platte, Louisiana

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

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

The general purpose financial statements do not include financial data of various governmental agencies (component units), which should be included in order to conform with generally accepted accounting principles. The effects of the omission of these governmental agencies on assets, liabilities and fund equity at December 31, 1998 and the excess of revenues over expenditures for the year then ended on the general purpose financial statements cannot be determined.

The Evangeline Parish Police Jury has not maintained adequate internal accounting controls or detailed accounting records for the general fixed assets account group. These inadequacies made it impractical to extend our auditing procedures to enable us to express an opinion on the general fixed assets account group or on the changes in fixed assets as presented in Note 7 to the financial statements. The general fixed assets account group has assets with a stated value of \$9,265,093 at December 31, 1998.

In our opinion, because the omission of the financial statements of component units results in an incomplete presentation as explained in the third paragraph and because general fixed assets are unauditible as explained in the fourth paragraph, the general purpose financial statements referred to in the first paragraph do not present fairly, in conformity with generally accepted accounting principles, the financial position of the Evangeline Parish Police Jury, as of December 31, 1998, and the results of its operations and cash flows of its proprietary fund type for the year then ended.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the general purpose financial statements referred to above do not present fairly, in conformity with generally accepted accounting principles, the financial position of the Evangeline Parish Police Jury, as of December 31, 1998, and the results of its operations and cash flows of its propriety fund type for the year then ended.

In accordance with Government Auditing Standards, we have also issued our report dated June 4, 1999 on our consideration of the Evangeline Parish Police Jury's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the Evangeline Parish Police Jury taken as whole. The accompanying 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, and the financial information listed as "Supplemental Information" in the table of contents, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as whole.

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which we expressed an adverse opinion on the general purpose financial statements due to the omission of various component units of the Evangeline Parish Police Jury.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Ville Platte, Louisiana
June 4, 1999

**GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)**

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Combined Balance Sheet
All Fund Types and Account Groups
December 31, 1998

	Governmental Fund Types			Debt Service	Proprietary Fund Type Enterprise
	General	Special Revenue	Capital Projects		
ASSETS AND OTHER DEBITS					
Assets:					
Cash and interest-bearing deposits	\$ 398,267	\$ 770,151	\$3,218,692	\$ 269	\$ 3,284
Investments	353,086	843,662	5,344,773	1,013,660	-
Receivables	338,277	1,585,058	91,029	-	2,516
Due from other funds	97,174	47,800	-	-	-
Due from component unit	10,035	-	-	-	-
Due from state agencies	141,540	-	67,818	-	-
Inventory	4,019	-	-	-	-
Advances to other funds	4,557	-	-	-	-
Other assets	10,000	5,000	-	-	-
Land, buildings, and equipment (net, where applicable of accumulated depreciation)	-	-	-	-	705,350
Other debit:					
Amount available in debt service funds	-	-	-	-	-
Amount to be provided for retirement of general long-term obligations	-	-	-	-	-
Total assets and other debits	\$1,356,955	\$3,251,671	\$8,722,312	\$1,013,929	\$711,150
LIABILITIES, EQUITY AND OTHER CREDITS					
Liabilities:					
Accounts, salaries, and other payables	\$ 146,254	\$ 71,600	\$ 360,138	\$ -	\$ 709
Due to other funds	2,100	141,594	1,280	-	-
Due to primary government	-	-	-	-	-
Retainage payable	-	15,990	8,996	-	-
Contracts payable	-	-	88,666	-	-
Advances from other funds	-	4,557	-	-	-
Compensated absences	-	-	-	-	-
Capital leases payable	-	-	-	-	-
Performance bonds payable	125,968	-	-	-	-
Claims payable	-	-	-	-	-
Bonds payable	-	-	-	-	80,079
Environmental compliance liability	-	-	-	-	-
Sewer deposits payable	-	-	-	-	132
Deferred revenue	-	36,161	-	-	-
Total liabilities	274,322	269,902	459,080	-	80,920
Equity and other credits:					
Contributed capital	-	-	-	-	633,675
Investment in general fixed assets	-	-	-	-	-
Retained earnings (deficit):					
Unreserved, undesignated	-	-	-	-	(3,445)
Fund balances -					
Reserved for inventory	4,019	-	-	-	-
Reserved for advances	4,557	-	-	-	-
Reserved for debt service	-	-	-	1,013,929	-
Unreserved, undesignated	1,074,057	2,981,769	8,263,232	-	-
Total fund balances	1,082,633	2,981,769	8,263,232	1,013,929	-
Total fund equity	1,082,633	2,981,769	8,263,232	1,013,929	630,230
Total liabilities, equity and other credits	\$1,356,955	\$3,251,671	\$8,722,312	\$1,013,929	\$711,150

The accompanying notes are an integral part of this statement.

Account Groups		Totals	Component	Totals
General	General	(Memorandum	Unit	(Memorandum
Fixed Assets	Long-Term	Only)	Criminal	Only)
(Unaudited)	Obligations	Primary	Court	Reporting
		Government		Entity
\$ -	\$ -	\$ 4,390,663	\$ 1,117	\$ 4,391,780
-	-	7,555,181	-	7,555,181
-	-	2,016,880	12,978	2,029,858
-	-	144,974	-	144,974
-	-	10,035	-	10,035
-	-	209,358	-	209,358
-	-	4,019	-	4,019
-	-	4,557	-	4,557
-	-	15,000	-	15,000
9,265,093	-	9,970,443	-	9,970,443
-	1,013,929	1,013,929	-	1,013,929
-	10,025,358	10,025,358	-	10,025,358
<u>\$9,265,093</u>	<u>\$11,039,287</u>	<u>\$35,360,397</u>	<u>\$14,095</u>	<u>\$35,374,492</u>
\$ -	\$ -	\$ 578,701	\$ 2,469	\$ 581,170
-	-	144,974	-	144,974
-	-	-	10,035	10,035
-	-	24,986	-	24,986
-	-	88,666	-	88,666
-	-	4,557	-	4,557
-	30,580	30,580	-	30,580
-	197,326	197,326	-	197,326
-	-	125,968	-	125,968
-	30,116	30,116	-	30,116
-	10,381,265	10,461,344	-	10,461,344
-	400,000	400,000	-	400,000
-	-	132	-	132
-	-	36,161	-	36,161
-	<u>11,039,287</u>	<u>12,123,511</u>	<u>12,504</u>	<u>12,136,015</u>
-	-	633,675	-	633,675
<u>9,265,093</u>	-	<u>9,265,093</u>	-	<u>9,265,093</u>
-	-	(3,445)	-	(3,445)
-	-	4,019	-	4,019
-	-	4,557	-	4,557
-	-	1,013,929	-	1,013,929
-	-	12,319,058	1,591	12,320,649
-	-	13,341,563	1,591	13,343,154
<u>9,265,093</u>	-	<u>23,236,886</u>	<u>1,591</u>	<u>23,238,477</u>
<u>\$9,265,093</u>	<u>\$11,039,287</u>	<u>\$35,360,397</u>	<u>\$14,095</u>	<u>\$35,374,492</u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Combined Statement of Revenues, Expenditures, and Changes in Fund Balance -
All Governmental Fund Types
Year Ended December 31, 1998

	Governmental Fund Types			
	General	Special Revenue	Capital Projects	Debt Service
Revenues:				
Taxes				
Ad valorem	\$ 287,437	\$1,399,031	\$ -	\$ -
Sales	-	-	80,389	70,827
Licenses and permits	175,595	-	-	-
Intergovernmental revenues -				
Federal grants	-	519,928	-	-
State funds:				
Parish transportation funds	-	539,779	-	-
State revenue sharing (net)	46,258	232,472	-	-
Parish equalization funds	641,960	-	-	-
Other	21,014	112,610	67,818	-
Fees, charges and commissions	24,905	134,524	-	-
Fines and forfeits	-	-	-	-
Use of money and property	78,200	119,034	36,184	3,071
Other revenues	150,568	136,029	-	1,564
Total revenues	<u>1,425,937</u>	<u>3,193,407</u>	<u>184,391</u>	<u>75,462</u>
Expenditures:				
General government -				
Legislative	139,654	-	-	-
Judicial	258,342	-	-	-
Elections	44,379	-	-	-
Finance and administration	247,365	-	-	-
Other	351,910	-	-	-
Public safety	282,193	156,556	-	-
Public works	-	2,084,301	655,637	-
Health and welfare	1,656	402,592	-	-
Culture and recreation	-	590,409	-	-
Economic development and assistance	26,695	-	-	-
Debt service	121,198	159,108	-	18,626
Total expenditures	<u>1,473,392</u>	<u>3,392,966</u>	<u>655,637</u>	<u>18,626</u>
Excess (deficiency) of revenues over expenditures	<u>(47,455)</u>	<u>(199,559)</u>	<u>(471,246)</u>	<u>56,836</u>
Other financing sources (uses):				
Proceeds from issuance of long term debt	-	-	9,417,396	-
Proceeds from capital leases	-	160,176	-	-
Operating transfers in	137,347	382,112	-	944,560
Operating transfers out - component unit	(8,011)	-	-	-
Operating transfers out	(152,469)	(280,023)	(1,043,148)	-
Operating transfers in - primary government	-	-	-	-
Total other financing sources (uses)	<u>(23,133)</u>	<u>262,265</u>	<u>8,374,248</u>	<u>944,560</u>
Excess of revenues and other sources over expenditures and other uses	<u>(70,588)</u>	<u>62,706</u>	<u>7,903,002</u>	<u>1,001,396</u>
Fund balance, beginning	<u>1,153,221</u>	<u>2,919,063</u>	<u>360,230</u>	<u>12,533</u>
Fund balances, ending	<u>\$1,082,633</u>	<u>\$2,981,769</u>	<u>\$8,263,232</u>	<u>\$1,013,929</u>

The accompanying notes are an integral part of this statement.

Totals (Memorandum Only) Primary Government	Component Unit Criminal Court	Totals (Memorandum Only) Reporting Entity
\$ 1,686,468	\$ -	\$ 1,686,468
151,216	-	151,216
175,595	-	175,595
519,928	-	519,928
539,779	-	539,779
278,730	-	278,730
641,960	-	641,960
201,442	-	201,442
159,429	-	159,429
-	172,265	172,265
236,489	341	236,830
288,161	11,753	299,914
<u>4,879,197</u>	<u>184,359</u>	<u>5,063,556</u>
139,654	-	139,654
258,342	193,775	452,117
44,379	-	44,379
247,365	-	247,365
351,910	-	351,910
438,749	-	438,749
2,739,938	-	2,739,938
404,248	-	404,248
590,409	-	590,409
26,695	-	26,695
298,932	-	298,932
<u>5,540,621</u>	<u>193,775</u>	<u>5,734,396</u>
<u>(661,424)</u>	<u>(9,416)</u>	<u>(670,840)</u>
9,417,396	-	9,417,396
160,176	-	160,176
1,464,019	-	1,464,019
(8,011)	-	(8,011)
(1,475,640)	-	(1,475,640)
-	8,011	8,011
<u>9,557,940</u>	<u>8,011</u>	<u>9,565,951</u>
8,896,516	(1,405)	8,895,111
<u>4,445,047</u>	<u>2,996</u>	<u>4,448,043</u>
<u>\$13,341,563</u>	<u>\$ 1,591</u>	<u>\$13,343,154</u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual
General and Special Revenue Funds
Year Ended December 31, 1998

	General			Special Revenue Funds		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Taxes - Ad valorem						
Ad valorem	\$ 276,087	\$ 287,437	\$ 11,350	\$1,487,280	\$1,399,031	\$(88,249)
Licenses and permits	142,886	175,595	32,709	-	-	-
Intergovernmental revenues -						
Federal grants	-	-	-	530,754	519,928	(10,826)
State funds:						
Parish transportation funds	-	-	-	545,305	539,779	(5,526)
State revenue sharing (net)	46,601	46,258	(343)	249,213	232,472	(16,741)
Parish equalization funds	679,266	641,960	(37,306)	-	-	-
Other	19,405	21,014	1,609	129,118	112,610	(16,508)
Fees, charges and commissions	21,523	24,905	3,382	158,011	134,524	(23,487)
Use of money and property	41,118	78,200	37,082	96,458	119,034	22,576
Other revenues	112,830	150,568	37,738	161,291	136,029	(25,262)
Total revenues	<u>1,339,716</u>	<u>1,425,937</u>	<u>86,221</u>	<u>3,357,430</u>	<u>3,193,407</u>	<u>(164,023)</u>
Expenditures:						
General government -						
Legislative	144,506	139,654	4,852	-	-	-
Judicial	253,542	258,342	(4,800)	-	-	-
Elections	81,076	44,379	36,697	-	-	-
Finance and administration	249,097	247,365	1,732	-	-	-
Other	224,955	351,910	(126,955)	-	-	-
Public safety	306,519	282,193	24,326	177,538	156,556	20,982
Public works	-	-	-	2,147,574	2,084,301	63,273
Health and welfare	1,700	1,656	44	390,138	402,592	(12,454)
Culture and recreation	-	-	-	479,461	590,409	(110,948)
Economic development and assistance	26,576	26,695	(119)	-	-	-
Debt service	121,498	121,198	300	142,352	159,108	(16,756)
Total expenditures	<u>1,409,469</u>	<u>1,473,392</u>	<u>(63,923)</u>	<u>3,337,063</u>	<u>3,392,966</u>	<u>(55,903)</u>
Excess (deficiency) of revenues over expenditure	<u>(69,753)</u>	<u>(47,455)</u>	<u>22,298</u>	<u>20,367</u>	<u>(199,559)</u>	<u>(219,926)</u>
Other financing sources (uses):						
Proceeds from capital leases	-	-	-	-	160,176	160,176
Operating transfers in	320,619	137,347	(183,272)	264,071	382,112	118,041
Operating transfers out - component unit	-	(8,011)	(8,011)	-	-	-
Operating transfers out	(186,749)	(152,469)	34,280	(288,149)	(280,023)	8,126
Total other financing sources (uses)	<u>133,870</u>	<u>(23,133)</u>	<u>(157,003)</u>	<u>(24,078)</u>	<u>262,265</u>	<u>286,343</u>
Excess of revenues and other sources over expenditures and other uses	64,117	(70,588)	(134,705)	(3,711)	62,706	66,417
Fund balance, beginning	<u>1,153,221</u>	<u>1,153,221</u>	<u>-</u>	<u>2,919,063</u>	<u>2,919,063</u>	<u>-</u>
Fund balances, ending	<u>\$1,217,338</u>	<u>\$1,082,633</u>	<u>\$(134,705)</u>	<u>\$2,915,352</u>	<u>\$2,981,769</u>	<u>\$ 66,417</u>

The accompanying notes are an integral part of this statement.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Comparative Statement of Revenues, Expenditures, and
Changes in Retained Earnings -
Proprietary Fund Type
Enterprise Fund
Years Ended December 31, 1998 and 1997

	<u>1998</u>	<u>1997</u>
Operating revenue:		
Charges for services -		
Sewerage sales	\$ 25,802	\$ 20,330
Penalties	289	289
Miscellaneous	<u>171</u>	<u>53</u>
Total operating revenues	26,262	20,672
Operating expenses	<u>57,863</u>	<u>50,918</u>
Operating loss	<u>(31,601)</u>	<u>(30,246)</u>
Nonoperating expenses:		
Interest income	141	88
Interest expense	<u>(4,259)</u>	<u>(3,875)</u>
Total nonoperating revenue (expenses)	<u>(4,118)</u>	<u>(3,787)</u>
Loss before operating transfers	(35,719)	(34,033)
Operating transfers in	<u>11,621</u>	<u>5,105</u>
Net loss	<u>(24,098)</u>	<u>(28,928)</u>
Add: Depreciation on fixed assets acquired with federal grant revenue externally restricted for capital acquisitions and construction that reduces contributed capital	<u>24,850</u>	<u>24,850</u>
Net (decrease) increase in retained earnings	752	(4,078)
Retained earnings (deficit), beginning	<u>(4,197)</u>	<u>(119)</u>
Retained earnings (deficit), ending	<u>\$ (3,445)</u>	<u>\$ (4,197)</u>

The accompanying notes are an integral part of this statement.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Comparative Statement of Cash Flows - Proprietary Fund Type
Enterprise Fund
Years Ended December 31, 1998 and 1997

	<u>1998</u>	<u>1997</u>
Cash flows from operating activities:		
Operating loss	\$ (31,601)	\$ (30,246)
Adjustments to reconcile operating loss to net cash provided by operating activities -		
Depreciation	27,770	27,340
Changes in current assets and liabilities:		
(Increase) decrease in accounts receivable	(456)	4,422
Decrease in due from other funds	6,529	
Decrease in accounts payable	(64)	(151)
Total adjustments	<u>33,779</u>	<u>31,611</u>
Net cash provided by operating activities	<u>2,178</u>	<u>1,365</u>
Cash flows from noncapital financing activities:		
Operating transfers from other funds	<u>11,621</u>	<u>5,105</u>
Cash flows from capital and related financing activities:		
Principal paid on revenue bonds	(757)	(1,141)
Interest paid on revenue bonds	(4,259)	(3,875)
Proceeds from sewer deposits	<u>132</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>(4,884)</u>	<u>(5,016)</u>
Cash flows from investing activities:		
Acquisition of fixed assets	(8,600)	
Interest received on interest bearing deposits	<u>141</u>	<u>88</u>
Net cash used by investing activities	<u>(8,459)</u>	<u>88</u>
Net increase in cash and cash equivalents	456	1,542
Cash and cash equivalents, beginning of period	<u>2,828</u>	<u>1,286</u>
Cash and cash equivalents, end of period	<u>\$ 3,284</u>	<u>\$ 2,828</u>

The accompanying notes are an integral part of this statement.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The Evangeline Parish Police Jury (Police Jury) is the governing authority for Evangeline Parish and is a political subdivision of the State of Louisiana. The Police Jury is governed by 9 jurors representing the various districts within the parish. The jurors serve four-year terms that expire when the first meeting is held in January of 2000.

Evangeline Parish occupies 680 square miles with a population of approximately 33,274. The Police Jury maintains 769 miles of roads, 187 hard surfaced and 582 gravel. The Police Jury's offices are located in the Evangeline Parish Courthouse in Ville Platte. The Police Jury operates three maintenance barns throughout the parish. The Police Jury currently employs a secretary/treasurer and six office employees, 33 road crew members, two janitors, four drainage employees, one industrial park/sewer system employee, a registrar of voters and four assistants, six recreational employees, a civil defense director, twelve library employees, two health unit employees and two section 8 employees. The Police Jury also contributes to or pays the salaries of a city judge, a city marshal, five justices of the peace, five constables, a coroner, and two assistants. In addition, several part-time employees are hired during the summer months to care for cemeteries.

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 power to make regulations for 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.

A. Basis of Presentation

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Except for the omission of certain component units from the financial statements, the financial statements of the Evangeline Parish Police Jury have been prepared in conformity with generally accepted accounting principles as applied to government units.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

B. The Reporting Entity

The financial reporting entity should consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but 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. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be 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 statement to be misleading or incomplete. These financial statements include the primary government and one component unit as follows:

Primary government:

Evangeline Parish Police Jury - The Police Jury is the governing authority for Evangeline Parish and is a political subdivision of the State of Louisiana.

Individual component units:

Discretely presented component unit - The component unit column in the combined financial statements includes the financial data of one of the Police Jury's component units. It is reported in a separate column to emphasize that it is legally separate from the Police Jury. Other political subdivisions which would be required to be included, based on current standards, issue separate financial statements which have not been included in these financial statements. In addition, although the Parish Library has a separate Board, the Police Jury has interpreted the structure to indicate that the Library is not a legally separate entity with the right to sue and be sued. Therefore, the Library has not been regarded as a component unit. The component unit included in these financial statements is described below:

Thirteenth Judicial District Criminal Court - The Thirteenth Judicial District Court is composed of two judges elected from the parish. The Police Jury approves the operating budget of the Court and has responsibility for funding any deficits. In addition, one-half of any excess funds goes to the Police Jury's General Fund. Separate financial statements of the Thirteenth Judicial District Court are not issued.

Numerous other authorities and governmental entities established within Evangeline Parish have been excluded because control and/or financial responsibility by the Police Jury is considered remote or due to the fact that such entities are governed by separately elected governmental officials.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

C. Fund Accounting

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

A fund is a separate accounting entity with a self-balancing set of accounts. 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 available financial resources.

Funds of the Police Jury are classified into two categories: governmental and proprietary. In turn, each category is divided into separate fund types. The fund classification and a description of each existing fund type follow:

Governmental Fund Types -

Governmental funds are used to account for all or most of the Police Jury's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds include:

- A. General Fund – the general operating fund of the Police Jury and accounts for all financial resources, except those required to be accounted for in other funds.
- B. Special revenue funds – account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- C. Debt service funds – account for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group.
- D. 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.

Proprietary Fund Type -

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. The following is the Police Jury's proprietary fund type:

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

Enterprise funds (the Ward One Sewer System) – account for operations (a) where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Account Groups -

Account groups are used to establish accounting control and accountability for the Police Jury's general fixed assets and general long-term debt. The account groups are not funds. They are concerned only with the measurement of financial position, not with measurement of results of operations.

A. General Fixed Assets Account Group

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed assets account group.

B. General Long-Term Debt Account Group

Long-term debt expected to be financed from governmental funds is accounted for in the general long-term debt account group.

D. Basis of Accounting

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

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Ad valorem taxes and the related state revenue sharing are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Ad valorem taxes are assessed on a calendar year basis, become due on November 15th of each year, and become delinquent on

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

December 31st. The taxes are generally collected in December of the current year and January and February of the ensuing year. Ad valorem taxes receivable at December 31, 1998 are accrued for a period of ninety days after the fiscal year end. Federal and state grants are recorded when the Police Jury is entitled to the funds. 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 received.

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. Expenditures for insurance and similar services which extend over more than one accounting period are accounted for as expenditures of the period of acquisition.

Transfers between funds which are not expected to be repaid are accounted for as other financing sources (uses).

E. Budget and Budgetary Accounting

Preliminary budgets for the ensuing year are prepared by the secretary/treasurer and submitted to the budget committee in November and later to the Police Jury as a whole for suggested changes. The proposed budgets for 1998 were made available for public inspection and summaries of the proposed budgets were published in the official journal prior to the public hearing. The Police Jury adopts budgets for the general fund and special revenue funds.

Formal budget integration is employed as a management control device during the year. Expenditures are controlled by the use of encumbrances, but unliquidated encumbrances are not considered at year end. Unexpended appropriations lapse at year end and must be reappropriated in the next year's budget to be expended. The secretary/treasurer is authorized to make minor line-item changes to the budget without approval of the Police Jury.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Police Jury as an extension of formal budgetary integration in the funds.

G. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Police Jury may deposit funds in demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

H. Investments

Investments are recorded at market value.

I. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables. Receivables and payables between the primary government and discretely presented component units are disclosed separately from interfund balances as due to/from component units.

J. Inventory

The purchase method is used in which the cost is recorded as an expenditure when individual items are purchased. The reported inventory is offset equally by a fund balance reserve which indicates that it does not constitute "available spendable resources". Inventory of the general fund consists of janitorial and jail supplies purchased which are valued at cost (first-in, first-out).

K. Advances To/From Other Funds

Noncurrent portions of long-term interfund loans receivable are reported as advances and are offset equally by a fund balance reserve account, which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation.

L. Fixed Assets and General Long-Term Obligations

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

All governmental funds are accounted for on a spending or "financial flow" measurement focus, and only current assets and current liabilities are generally included on their balance sheets.

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group.

EVANGELINE PARISH POLICE JURY
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Notes to Financial Statements (Continued)

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group and are recorded as expenditures in the governmental fund types when purchased. No depreciation has been provided on general fixed assets.

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair value on the date donated. Estimated amounts are immaterial in relation to total fixed assets.

The account group is not a fund. It is concerned only with the measurement of financial position, not with measurement of results of operations.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with its activity are included on its balance sheet.

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged as an expense against its operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Sewerage system	30 years
-----------------	----------

Depreciation expense at December 31, 1998, totaled \$27,770.

M. Compensated Absences

After one year of service, employees of the Police Jury earn annual leave at the rate of 6 to 15 days each year, depending upon their length of service. Unused annual leave may be carried forward from year to year not to exceed one week. Upon termination, employees are paid for unused annual leave at the employee's current rate of pay.

Employees of the Police Jury receive from 5 to 15 days of sick leave each year, depending upon their length of service. Unused sick leave may be carried forward from year to year without limitation. Upon termination, unused sick leave is forfeited.

Library employees receive between 10 and 25 days of annual leave each year, depending upon their job classification and length of service. Employees may accumulate up to one and one-half times their annual allotment of annual leave. Upon termination, employees are paid for their accumulated annual leave at the employee's current rate of pay.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

Library employees receive 15 days of sick leave each year. Employees may carry forward unused sick leave without limitation. Upon termination, unused sick leave is forfeited.

At December 31, 1998, employees of the Police Jury have accumulated and vested \$30,580 of employee annual leave benefits. The leave obligation of \$30,580 is recorded within the general long-term debt account group.

N. Fund Equity

Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use.

O. Memorandum Only - Total Columns

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

(2) Cash and Investments

A. Cash and interest-bearing deposits

At December 31, 1998, the Police Jury and its component unit had cash and interest-bearing deposits (book balances) totaling \$4,391,780 as follows:

Demand deposits	\$ 111,992
Interest-bearing demand deposits	279,600
Time deposits	<u>4,000,188</u>
	<u>\$4,391,780</u>

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

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at December 31, 1998, are secured as follows:

Bank balances	<u>\$4,333,535</u>
Federal deposit insurance	\$ 600,821
Pledged securities (Category 3)	<u>3,732,714</u>
Total	<u>\$4,333,535</u>

Pledged securities in Category 3 include uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the Police Jury's name. Even though the pledged securities are considered uncollateralized (Category 3), the provisions of GASB Statement No. 3, R.S. 39:1229 impose a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

B. Investments

Investments in the amount of \$7,555,181 at December 31, 1998 are in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section 150.165, the investment in LAMP is not categorized in the three risk categories provided by GASB Codification Section 150.164 because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, and is governed by a board of directors comprised of representatives from various local governments and state wide professional organizations. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U. S. Treasury, the U. S. government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(3) Property Taxes

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

Parishwide taxes:

Parish tax	3.61 mills
Parish tax	1.80 mills
Parish tax	3.61 mills
Parish tax	1.80 mills
Health unit	1.98 mills
Library	3.10 mills

District taxes:

Fire Protection District No. 2	5.00 mills
Road District No. 1	5.00 mills
Road District No. 2	15.28 mills
Road District No. 3	10.30 mills
Road District No. 4	15.00 mills
Road District No. 5	5.07 mills
Cemetery District No. 1	1.75 mills
Cemetery District No. 2	1.07 mills
Cemetery District No. 3	1.13 mills
Cemetery District No. 6	1.11 mills
Cemetery District No. 7	1.01 mills
Ward 4 Cemetery	2.00 mills
Ward 5 Cemetery	2.01 mills

(4) Sales Taxes

A two percent sales tax was levied by the Evangeline Parish Police Jury in 1998 with collections of \$151,216 for the fiscal year ending December 31, 1998. The fifteen year, two percent sales tax was levied to pay the cost of constructing improving, maintaining and resurfacing public roads and bridges in the District, including incidental drainage, and improving, maintaining and operating draining facilities, including the acquisition of equipment.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(5) Interfund Receivables/Payables

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$101,731	\$ 2,100
Special Revenue Funds:		
Parish Road Fund	45,700	47,154
Rent Subsidy Fund	-	9,557
Crooked Creek Recreation Fund	-	28,800
Fire Protection District #2		
Maintenance Fund	2,100	-
Road Maintenance Funds	-	60,145
LCDBG	-	495
Capital Projects Funds:		
Courthouse Building Construction	-	1,100
2% Sales Tax District #1	-	180
	<u>\$149,531</u>	<u>\$149,531</u>
Total	<u>\$149,531</u>	<u>\$149,531</u>

(6) Receivables

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

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects</u>	<u>Enterprise Fund</u>	<u>Component Unit</u>
Taxes:					
Ad valorem taxes	\$312,962	\$1,521,633	\$ -	\$ -	\$ -
Sales	-	-	91,029	-	-
Intergovernmental:					
State	141,540	63,425	67,818	-	-
Local	10,659	-	-	-	12,978
Accounts	-	-	-	2,516	-
Other	14,656	-	-	-	-
	<u>\$479,817</u>	<u>\$1,585,058</u>	<u>\$158,847</u>	<u>\$2,516</u>	<u>\$ 12,978</u>
Totals	<u>\$479,817</u>	<u>\$1,585,058</u>	<u>\$158,847</u>	<u>\$2,516</u>	<u>\$ 12,978</u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(7) Fixed Assets (Unaudited)

The following provides details on changes in general fixed assets for the year ended December 31, 1998:

	<u>Balance 01/01/98</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/98</u>
Police Jury:				
Land	\$ 432,433	\$ -	\$ -	\$ 432,433
Buildings and improvements	5,316,524	124,348	-	5,440,872
Furniture, books and equipment	<u>2,607,947</u>	<u>43,585</u>	-	<u>2,651,532</u>
Total Police Jury	<u>8,356,904</u>	<u>167,933</u>	-	<u>8,524,837</u>
Library:				
Buildings	41,500	-	-	41,500
Furniture, equipment and books	<u>683,869</u>	<u>14,887</u>	-	<u>698,756</u>
Total library	<u>725,369</u>	<u>14,887</u>	-	<u>740,256</u>
Total	<u>\$ 9,082,273</u>	<u>\$ 182,820</u>	<u>\$ -</u>	<u>\$ 9,265,093</u>

A summary of proprietary fund type land, buildings and equipment at December 31, 1998 follows:

	<u>Enterprise</u>
Sewerage system	\$ 828,812
Less: Accumulated depreciation	<u>(123,462)</u>
	<u>\$ 705,350</u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(8) Accounts, Salaries and Other Payables

The payables of \$581,170 at December 31, 1998, are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Enterprise Fund</u>	<u>Component Unit</u>
Payroll related liabilities	\$ 26,373	\$ -	\$ -	\$ -	\$ -
Accounts	119,881	58,960	360,138	709	2,469
Cash overdraft	-	12,640	-	-	-
Totals	<u>\$146,254</u>	<u>\$ 71,600</u>	<u>\$360,138</u>	<u>\$ 709</u>	<u>\$ 2,469</u>

(9) Changes in General Long-Term Debt

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

	<u>Compensated Absences</u>	<u>Capital Leases</u>	<u>Environmental Compliance Liability</u>
Balance, January 1, 1998	\$32,367	\$108,321	\$ -
Additions	-	160,176	400,000
Deletions	<u>1,787</u>	<u>71,171</u>	<u>-</u>
Balance, December 31, 1998	<u>\$30,580</u>	<u>\$197,326</u>	<u>\$400,000</u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

	<u>Claims Payable</u>	<u>Enterprise Fund Revenue Bonds</u>	<u>General Obligation Bonds</u>
Balance, January 1, 1998	\$24,956	\$80,836	\$ 1,133,298
Additions	8,004	-	9,400,000
Deletions	<u>2,844</u>	<u>757</u>	<u>152,033</u>
Balance, December 31, 1998	<u>\$30,116</u>	<u>\$80,079</u>	<u>\$10,381,265</u>

General obligation Bonds payable at December 31, 1998, is comprised of the following individual issues:

\$300,000 Public Improvement Bonds dated November 1, 1994, for the purpose of constructing a Public Health Unit facility in Evangeline Parish. The principal is due in annual installments of \$65,000 through March 1, 1999, with interest at 5.625 percent, secured by ad valorem taxes.

\$ 65,000

EVANGELINE PARISH POLICE JURY
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Notes to Financial Statements (Continued)

\$550,000 Certificates of Indebtedness Series 1996, dated May 1, 1996, for the purpose of acquiring new and rebuilt road equipment, making air conditioner improvements at the courthouse, acquiring joint ownership in road equipment and to pay the costs incurred in connection with the issuance of the certificates. The principal is due in annual installments of \$50,000 to \$70,000 through May 1, 2006 at 5.300 percent, secured by a pledge and dedication of excess annual revenues above charges in each fiscal year.

460,000

\$390,000 Certificates of Indebtedness Series 1997, dated August 1, 1997, for the purpose of constructing a new public building to house the medicaid office for the Parish, acquiring the necessary equipment therefor, and to pay the costs incurred in connection with the issuance of the certificates. The principal is due in annual installments of \$35,000 to \$50,000 through May 1, 2007 at 5.500 percent, secured by a pledge and dedication of excess annual revenues above charges in each fiscal year.

360,000

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

\$120,331 Paving Certificates, Series 1997, dated January 1, 1997, for the purpose of construction of street paving improvements on certain streets set out in Local or Special Assessment Ordinance No. 1 of the Parish. The principal is due in annual installments of \$12,033 through January 1, 2007 at 5.625 percent, formerly secured by the irrevocable pledge and dedication of the funds to be derived from the collection of the unpaid local or special assessments levied by the assessment ordinance. Beginning in 1998, secured by the pledge and dedication of the 2% sales and use tax.

96,265

\$9,400,000 Public Improvement Bonds, Series 1998, for the purpose of constructing, improving and resurfacing public roads and bridges, including incidental drainage, improving drainage facilities, funding a debt service reserve fund and paying the costs of issuance of the Bonds. The principal is due in annual installments of \$420,000 to \$890,000 through December 1, 2013 at a interest rate of 3.80% to 7.00%, secured by an irrevocable pledge and dedication of the avails or proceeds of the 2% sales and use tax.

9,400,000

\$10,381,265

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

Revenue bonds at December 31, 1998 are comprised of the following individual issue:

\$83,000 Sewer Revenue Bonds dated July 19, 1994 for the purpose of constructing and acquiring a sanitary sewage collection and disposal system in Police Jury Ward No. 1. The principal and interest payments are due in monthly installments of \$417.49 through July 19, 2034, with interest at 5.250 percent. These bonds are secured by revenues derived from the operation of the sanitary sewage collection and disposal system.

\$80,079

At December 31, 1998, the annual requirements to amortize all bonds outstanding, including interest of \$3,871,569, are as follows:

Year	Total Amount
1999	\$ 1,062,013
2000	1,003,933
2001	992,881
2002	989,946
2003	984,722
2004-2034	9,299,418
Total	<u>\$14,332,913</u>

(10) Leases

Capital leases -

The Police Jury is obligated under five capital leases. The leased assets and related obligations are accounted for in the general fixed assets account group and the general long-term debt account group, respectively. The cost of such leased assets totaled \$281,425. The following is a

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

schedule of future minimum lease payments under the capital leases and the present value of the net minimum lease payments as of December 31, 1998:

Fiscal Year

1999	\$ 74,051
2000	62,487
2001	52,469
2002	<u>30,227</u>
Total minimum lease payments	\$219,234
Less: Amount representing interest	<u>(21,908)</u>
Present value of net minimum lease payments	<u>\$197,326</u>

Operating leases -

As a lessee, the Police Jury entered into numerous operating leases for the use of land and buildings with lease terms of one year. The minimum annual commitments under these operating leases are considered to be immaterial.

(11) Environmental Compliance Liability

In August of 1997, pursuant to the Louisiana Environmental Quality Act (La. R.S. 30:2001), a compliance order was served to the Evangeline Parish Police Jury from the State of Louisiana, Department of Environmental Quality. This compliance order cited violations involving the Redell-Vidrine Sewer System's sewerage plant. As of December 31, 1998, no improvements have been made regarding this matter. It is estimated that compliance with this order will cost the Police Jury \$400,000 at a minimum. In order to fund this renovation, it is the Police Jury's intention to apply for grant funds of up to \$1,000,000 through the LCDBG program conducted through the State of Louisiana, Division of Administration.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(12) Retirement Systems

The Police Jury participates in four cost-sharing multiple-employer, public employee retirement systems (PERS): Parochial Employees Retirement System of Louisiana (Plan A), Louisiana State Employees Retirement System, District Attorneys Retirement System and Registrar of Voters Employees Retirement System. Each system is administered and controlled by a separate board of trustees.

A) Parochial Employees Retirement System of Louisiana

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Parochial Employees' Retirement System, P.O. Box 14619, Baton Rouge, Louisiana 70898-4619, (504) 928-1361.

All employees working at least 28 hours per week and all elected parish officials are eligible to participate. Under Plan A, members are required by state statute to contribute 9.5% of their annual covered salary and the employer is required to contribute at an actuarially determined rate. The current rate is 5.5% of annual covered payroll. Contributions to the retirement system also include one-fourth of 1% 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 plan members of each plan. The employer's contributions to the retirement system for the years ending December 31, 1998, 1997 and 1996 were \$78,739, \$77,889 and \$67,478, respectively, equal to the required contributions for each year.

B) Louisiana State Employees Retirement System

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Louisiana State Employees' Retirement System, P.O. Box 44213, Baton Rouge, Louisiana 70804.

Plan members are required to contribute 12.4 percent of their annual covered salary. The Police Jury contributed at the statutory rate of 13% of annual covered payroll from January 1, 1998 to June 30, 1998 and 12.4% of annual covered payroll from July 1, 1998 to December 31, 1998. The Police Jury's contributions to the system for the year ended December 31, 1998, 1997 and 1996 were \$920, \$924 and \$882, respectively, equal to the required contribution for each year.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

C) District Attorneys Retirement System

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Louisiana District Attorney's Retirement System, 2109 Decator Street, New Orleans, Louisiana 70116-2091, (504) 925-4060.

Plan members are required by state statute to contribute 7.0% of their annual covered salary and the Police Jury is required to contribute at an actuarially determined rate. The current rate is 1.25% of annual covered payroll. Contributions to the retirement system also include .2% of the ad valorem taxes collected throughout the state and revenue sharing funds as appropriated by the legislature. The Police Jury's contributions to the retirement system for the years ending December 31, 1998, 1997, and 1996 were \$217, \$506 and \$788, respectively, equal to the required contributions for each year.

D) Registrar of Voters Employees Retirement System

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Registrar of Voters' Retirement System, P.O. Box 57, Jennings, Louisiana 70546.

Plan members are required to contribute 7.0 percent of their annual covered salary and the Police Jury is not required to contribute a percentage of the annual covered payroll.

(13) Post Employment Benefits

The Evangeline Parish Police Jury provides certain continuing health care insurance benefits for its retired employees. Substantially all of the Police Jury's employees become eligible for these benefits if they reach normal retirement age while working for the Police Jury. Benefits for retirees are provided through an insurance company whose monthly premiums are paid by the Police Jury and reimbursed by the employee. The Police Jury recognizes the cost of providing these benefits as an expenditure when paid during the year and recognizes the revenue when they are due the reimbursement from the employee.

(14) 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. For the period January 1, 1998, through December 31, 1998, \$1,589 was remitted to the General Fund.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(15) Deficits in Individual Funds

The following funds reflected deficit fund equities at December 31, 1998:

Special Revenue Funds:	
Special Roads Auxiliary Fund	\$12,640
Crooked Creek Recreation Maintenance Fund	19,170
Eugene Subdivision Sewer System Fund	15
Enterprise Fund:	
Ward One Sewer System	3,445

It is anticipated that the above deficits will be funded by excess revenues in subsequent periods.

(16) Expenditures - Actual and Budget

The following individual funds had actual expenditures over budgeted expenditures as follows:

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Year ended December 31, 1998:			
General Fund	\$1,409,469	\$1,473,392	\$ (63,923)
Special revenue funds -			
Industrial District Fund	27,305	44,905	(17,600)
Crooked Creek Recreation Fund	137,250	161,982	(24,732)
Reddell Sewer System Maintenance Fund	11,207	12,518	(1,311)
Health Unit Maintenance	135,731	140,965	(5,234)
Cemetery District Maintenance Funds -			
District No. 1	32,588	34,417	(1,829)
District No. 2	4,456	4,665	(209)
District No. 3	5,719	6,117	(398)
District No. 5	20,980	22,152	(1,172)
District No. 7	7,401	7,687	(286)
Road District Maintenance Funds -			
District No. 1	444,566	540,868	(96,302)
District No. 2	252,880	295,540	(42,660)
Country Estate Sewer System Fund	8,748	9,101	(353)
Eugene Subdivision Sewer System Fund	7,340	8,241	(901)

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(17) Insurance

Due to current insurance market conditions, the Evangeline Parish Police Jury is retaining the risk for its general liability exposures in areas where there is no affordable insurance coverage available.

(18) Litigation and Claims

As of December 31, 1998, the Evangeline Parish Police Jury was involved in various lawsuits. The liability regarding these lawsuits is considered minimal, if any, at December 31, 1998.

The Police Jury is liable at December 31, 1998 for medical claims incurred in prior years. Of this amount, \$2,844 has been recorded as a liability in the General Fund, and \$30,116 has been recorded as a general long-term liability, as required by GASB codification Section C50.

(19) Federal Compliance Contingencies

The Police Jury receives grants for specific purposes that are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the Police Jury, such disallowances, if any, will not be significant.

(20) Compensation Paid to Police Jurors

A summary of compensation paid to police jurors for the year ended December 31, 1998, follows:

Lawrence E. Buller	\$ 9,964
Turlind J. Deville	9,964
Ronald Doucet	9,964
Sidney Fontenot	9,964
Greg Manuel	9,964
Robert Manuel	11,209
Hill Johnson	9,964
Davis Manuel	9,964
Richard Thomas	<u>9,964</u>
	<u>\$90,921</u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(21) Year 2000 Issue (Unaudited)

The Year 2000 issue is the result of shortcomings in many electronic data processing systems and other electronic equipment that may adversely affect the government's operations as early as fiscal year 1999.

The Evangeline Parish Police Jury has completed an inventory of computer systems and other electronic equipment that may be affected by the year 2000 issue and that are necessary to conducting the Police Jury's operations. The financial reporting system has been assessed, remediated and tested and validated.

Because of the unprecedented nature of the Year 2000 Issue, its effect and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the Police Jury is or will be Year 2000 ready, that the Police Jury's remediation efforts will be successful in whole or in part, or that parties with whom the Police Jury does business will be year 2000 ready.

SUPPLEMENTAL INFORMATION

SPECIAL REVENUE FUNDS

Parish Road Fund -

To account for the construction and maintenance of roads and bridges on a parishwide basis. Financing is provided by the State of Louisiana Parish Transportation Fund.

Roads Special Auxiliary Fund -

To account for funds received under the Local Government Assistant Fund as provided by Act 38 of the 1981 Extraordinary Session for the Louisiana Legislature. These funds are used for capital programs and purposes that require the approval of the local legislative delegation before being expended.

Special Grant Fund -

To account for grants received from the Louisiana Departments of Transportation and Development and Natural Resources for special road and bridges projects.

Industrial District No. 1 Fund -

To account for the operation and maintenance of the industrial district for the inducement of industry to Evangeline Parish. The major means of financing are ad valorem taxes, utility sales, rent income and interest income.

Rent Subsidy Fund -

To account for funds provided under the Section 8 Rental Certificate Program by the United States Department of Housing and Urban Development. The monies are used to aid low income families in obtaining decent, safe and sanitary housing through a system of rental subsidies.

Crooked Creek Recreation Maintenance Fund -

To account for the costs of providing recreation facilities for residents of the parish. Major means of financing are provided by fees and operating transfers from the General Fund and charges for services.

Fire Protection District No. 2 Maintenance Fund -

To account for the maintenance and operation of a fire station to provide fire protection services to the residents of the district. Major means of financing are provided by ad valorem taxes, state revenue sharing, and the state's remittance of a portion of fire insurance premiums paid within the state.

Reddell Sewer System Maintenance Fund -

To account for the residual amount remaining in the fund after the sewer system was leased to the Evangeline Sewer Company, Inc.

SPECIAL REVENUE FUNDS (CONTINUED)

Health Unit Maintenance Fund -

To account for the maintenance of a health unit, which provides health and welfare services to the citizens of the parish. Major means of financing is provided by ad valorem taxes, state revenue sharing, and interest earnings on time deposits.

Public Library Maintenance Fund -

To account for the operation and maintenance of the parish library. Major means of financing are provided by parishwide ad valorem taxes, state revenue sharing and interest earned on time deposits.

Cemetery District Maintenance Funds -

To account for maintenance and upkeep of parish cemeteries within the respective cemetery districts. The major means of financing for the districts is ad valorem taxes, which are levied against properties within the districts. Individual fund balances of the cemetery districts special revenue funds at December 31, 1998 are as follows:

District No. 1	\$ 101,967
District No. 2	41,413
District No. 3	12,705
District No. 4	15,782
District No. 5	32,089
District No. 6	10,790
District No. 7	<u>13,831</u>
TOTAL	<u>\$228,577</u>

Road District Maintenance Funds -

To account for maintenance and upkeep of parish roads and bridges within the respective road districts. The major means of financing for the districts is ad valorem taxes, which are levied against properties within the districts. Individual fund balances of the road districts special revenue funds at December 31, 1998 are as follows:

District No. 1	\$ 300,235
District No. 2	171,685
District No. 3	150,372
District No. 4	79,919
District No. 5	<u>205,216</u>
TOTAL	<u>\$907,427</u>

SPECIAL REVENUE FUNDS (CONTINUED)

Country Estate Sewer System Fund -

To account for the operation and maintenance of the Country Estate Sewer System.

Eugene Subdivision Sewer System Fund -

To account for the operation and maintenance of the Eugene Subdivision Sewer System.

Louisiana Community Development Block Grant (LCDBG) -

To account for the administration of grant funds from the State of Louisiana Division of Administration for street improvements.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana
Special Revenue Funds

Combining Balance Sheet
December 31, 1998

	Parish Road Fund	Roads Special Auxiliary Fund	Special Grant Fund	Industrial District No. 1 Fund	Rent Subsidy Fund	Crooked Creek Recreation Fund	Protection District #2 Maintenance Fund	Reddell Sewer System Maintenance Fund
Cash and interest-bearing deposits	\$ 48,185	\$ -	\$ 90	\$ 1,036	\$ 74,968	\$ 9,804	\$ 102,886	\$ 30,977
Investments	137,345	-	-	-	-	-	630	5,040
Taxes receivables, net	-	-	-	-	-	-	14,350	-
Other receivables	39,302	-	-	-	-	-	-	-
Due from other funds	45,700	-	-	-	-	-	2,100	-
Other assets	-	-	-	5,000	-	-	-	-
Total assets	\$ 270,532	\$ -	\$ 90	\$ 6,036	\$ 74,968	\$ 9,804	\$ 119,966	\$ 36,017

ASSETS

LIABILITIES AND FUND BALANCES

Liabilities:								
Accounts payable	\$ 20,023	\$ -	\$ -	\$ 289	\$ 250	\$ 174	\$ 163	\$ 431
Cash overdraft	-	12,640	-	-	-	-	-	-
Due to other funds	47,154	-	-	-	9,557	28,800	-	-
Retainage payable	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	36,161	-	-	-
Total liabilities	67,177	12,640	-	289	45,968	28,974	163	431
Fund balances (deficit):								
Unreserved, undesignated	203,355	(12,640)	90	5,747	29,000	(19,170)	119,803	35,586
Total liabilities and fund balances	\$ 270,532	\$ -	\$ 90	\$ 6,036	\$ 74,968	\$ 9,804	\$ 119,966	\$ 36,017

(continued)

EVANGELINE PARISH POLICE JURY
 Ville Platte, Louisiana
 Special Revenue Funds

Combining Balance Sheet (Continued)
 December 31, 1998

	Health Unit Maintenance Fund	Public Library Maintenance Fund	Cemetery District Maintenance Fund	Road District Maintenance Fund	Country Estate Sewer System Fund	Eugene Subdivision Sewer System Fund	Louisiana Community Development Block Grant	Total
Cash and interest-bearing deposits	\$203,144	\$ 179,554	\$ 50,692	\$ 68,499	\$ 135	\$ 181	\$ -	\$ 770,151
Investments	259,113	339,559	49,096	52,879	-	-	-	843,662
Taxes receivables, net	199,581	306,999	128,992	871,711	-	-	-	1,521,633
Other receivables	-	2,740	-	3,558	-	-	17,825	63,425
Due from other funds	-	-	-	-	-	-	-	47,800
Other assets	-	-	-	-	-	-	-	5,000
Total assets	\$661,838	\$ 828,852	\$ 228,780	\$ 996,647	\$ 135	\$ 181	\$17,825	\$3,251,671

ASSETS

LIABILITIES AND FUND BALANCES

Liabilities:								
Accounts payable	\$ 113	\$ 6,627	\$ 203	\$ 29,075	\$ 76	\$ 196	\$ 1,340	\$ 58,960
Cash overdraft	-	-	-	-	-	-	-	12,640
Due to other funds	-	-	-	60,145	-	-	495	146,151
Retainage payable	-	-	-	-	-	-	15,990	15,990
Deferred revenue	-	-	-	-	-	-	-	36,161
Total liabilities	113	6,627	203	89,220	76	196	17,825	269,902
Fund balances (deficit):								
Unreserved, undesignated	661,725	822,225	228,577	907,427	59	(15)	-	2,981,769
Total liabilities and fund balances	\$661,838	\$ 828,852	\$ 228,780	\$ 996,647	\$ 135	\$ 181	\$17,825	\$3,251,671

EVANGELINE PARISH POLICE JURY

Ville Platte, Louisiana

Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Year Ended December 31, 1998

	Parish Road Fund	Roads Special Auxiliary Fund	Special Grant Fund	Industrial District No. 1 Fund	Rent Subsidy Fund	Crooked Creek Recreation Fund	Fire Protection District #2 Maintenance Fund	Reddell Sewer System Maintenance Fund
Revenues:								
Taxes - Ad valorem	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,747	\$ -
Intergovernmental revenues -								
Federal grants	-	-	-	-	325,091	-	-	-
State funds:								
Parish transportation funds	539,779	-	-	-	-	-	-	-
State revenue sharing (net)	-	-	-	-	-	-	14,323	-
Other	-	-	25,118	-	-	38,260	-	-
Fees, charges and commissions	-	-	-	13,314	-	94,023	-	18,338
Use of money and property	7,775	569	4	3,541	2,278	204	7,909	1,736
Other revenues	1,388	-	-	1,844	-	2,085	18,859	52
Total revenues	<u>548,942</u>	<u>569</u>	<u>25,122</u>	<u>18,699</u>	<u>327,369</u>	<u>134,572</u>	<u>46,838</u>	<u>20,126</u>
Expenditures:								
Public safety	-	-	-	-	-	-	156,556	-
Public works	568,116	-	15,010	44,905	-	-	-	12,518
Health and welfare	-	-	-	-	332,311	-	-	-
Culture and recreation	-	-	-	-	-	161,982	-	-
Debt service	-	-	-	-	-	-	1,272	-
Total expenditures	<u>568,116</u>	<u>-</u>	<u>15,010</u>	<u>44,905</u>	<u>332,311</u>	<u>161,982</u>	<u>157,828</u>	<u>12,518</u>
Excess (deficiency) of revenues over expenditures	<u>(19,174)</u>	<u>569</u>	<u>10,112</u>	<u>(26,206)</u>	<u>(4,942)</u>	<u>(27,410)</u>	<u>(110,990)</u>	<u>7,608</u>
Other financing sources (uses):								
Proceeds from capital leases	-	-	-	-	-	-	-	-
Operating transfers in	44,683	-	-	27,800	-	32,600	-	-
Operating transfers out	(24,588)	(24,018)	-	-	-	-	-	-
Total other financing sources (uses)	<u>20,095</u>	<u>(24,018)</u>	<u>-</u>	<u>27,800</u>	<u>-</u>	<u>32,600</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	921	(23,449)	10,112	1,594	(4,942)	5,190	(110,990)	7,608
Fund balances (deficit), beginning	<u>202,434</u>	<u>10,809</u>	<u>(10,022)</u>	<u>4,153</u>	<u>33,942</u>	<u>(24,360)</u>	<u>230,793</u>	<u>27,978</u>
Fund balances (deficit), ending	<u>\$203,355</u>	<u>\$(12,640)</u>	<u>\$ 90</u>	<u>\$ 5,747</u>	<u>\$ 29,000</u>	<u>\$(19,170)</u>	<u>\$ 119,803</u>	<u>\$35,586</u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana
Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Year Ended December 31, 1998

	Health Unit Maintenance Fund	Public Library Maintenance Fund	Cemetery District Maintenance Fund	Road District Maintenance Fund	Country Estate Sewer System Fund	Eugene Subdivision Sewer System Fund	LCDBG	Totals
Revenues:								
Taxes - Ad valorem	\$183,886	\$287,904	\$118,393	\$ 803,101	\$ -	\$ -	\$ -	\$1,399,031
Intergovernmental revenues -								
Federal grants	-	-	-	-	-	-	194,837	519,928
State funds:								
Parish transportation funds	-	-	-	-	-	-	-	539,779
State revenue sharing (net)	29,265	40,347	19,094	129,443	-	-	-	232,472
Other	-	16,232	-	33,000	-	-	-	112,610
Fees, charges and commissions	-	-	-	-	4,933	3,916	-	134,524
Use of money and property	25,399	35,501	7,250	26,856	6	6	-	119,034
Other revenues	33	75,441	110	36,114	52	51	-	136,029
Total revenues	<u>238,583</u>	<u>455,425</u>	<u>144,847</u>	<u>1,028,514</u>	<u>4,991</u>	<u>3,973</u>	<u>194,837</u>	<u>3,193,407</u>
Expenditures:								
Public safety	-	-	-	-	-	-	-	156,556
Public works	-	-	99,983	1,131,590	9,101	8,241	194,837	2,084,301
Health and welfare	70,281	-	-	-	-	-	-	402,592
Culture and recreation	-	428,427	-	-	-	-	-	590,409
Debt service	70,684	-	-	87,152	-	-	-	159,108
Total expenditures	<u>140,965</u>	<u>428,427</u>	<u>99,983</u>	<u>1,218,742</u>	<u>9,101</u>	<u>8,241</u>	<u>194,837</u>	<u>3,392,966</u>
Excess (deficiency) of revenues over expenditures	<u>97,618</u>	<u>26,998</u>	<u>44,864</u>	<u>(190,228)</u>	<u>(4,110)</u>	<u>(4,268)</u>	<u>-</u>	<u>(199,559)</u>
Other financing sources (uses):								
Proceeds from capital leases	-	-	-	160,176	-	-	-	160,176
Operating transfers in	-	-	-	268,629	4,150	4,250	-	382,112
Operating transfers out	-	-	-	(231,417)	-	-	-	(280,023)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>197,388</u>	<u>4,150</u>	<u>4,250</u>	<u>-</u>	<u>262,265</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>97,618</u>	<u>26,998</u>	<u>44,864</u>	<u>7,160</u>	<u>40</u>	<u>(18)</u>	<u>-</u>	<u>62,706</u>
Fund balances (deficit), beginning	<u>564,107</u>	<u>795,227</u>	<u>183,713</u>	<u>900,267</u>	<u>19</u>	<u>3</u>	<u>-</u>	<u>2,919,063</u>
Fund balances (deficit), ending	<u>\$661,725</u>	<u>\$822,225</u>	<u>\$228,577</u>	<u>\$ 907,427</u>	<u>\$ 59</u>	<u>\$ (15)</u>	<u>\$ -</u>	<u>\$2,981,769</u>

DEBT SERVICE FUNDS

Street Paving Certificates -

To accumulate monies for payment of the 1997 \$120,331 Paving Certificates. Debt service was formerly financed by a special assessment tax to land owners, but as of 1998 is now financed by the collection of a two percent sales tax approved for the issuance of the \$9,400,000 Public Improvement Sales Tax Bonds, Series 1998.

Public Improvement Sales Tax Bonds -

To accumulate monies for payment of the \$9,400,000 Public Improvement Sales Tax Bonds Series 1998. Debt service is financed by the collection of a two percent sales and use tax.

EVANGELINE PARISH POLICE JURY
 Ville Platte, Louisiana
 Debt Service Funds

Combining Balance Sheet
 December 31, 1998

	<u>Street Paving Certificates</u>	<u>Public Improvement Sales Tax Bonds</u>	<u>Totals</u>
ASSETS			
Cash and interest-bearing deposits	\$ 64	\$ 205	\$ 269
Investments	<u>-</u>	<u>1,013,660</u>	<u>1,013,660</u>
 Total assets	 <u>\$ 64</u>	 <u>\$1,013,865</u>	 <u>\$1,013,929</u>
LIABILITIES AND FUND BALANCES			
Fund balances:			
Reserved for debt service	<u>\$ 64</u>	<u>\$1,013,865</u>	<u>\$1,013,929</u>
 Total liabilities and fund balances	 <u>\$ 64</u>	 <u>\$1,013,865</u>	 <u>\$1,013,929</u>

EVANGELINE PARISH POLICE JURY
 Ville Platte, Louisiana
 Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended December 31, 1998

	<u>Street Paving Certificates</u>	<u>Public Improvement Sales Tax Bonds</u>	<u>Totals</u>
Revenues:			
Sales Taxes	\$ -	\$ 70,827	\$ 70,827
Use of money and property	749	2,322	3,071
Other revenues	<u>1,564</u>	<u>-</u>	<u>1,564</u>
Total revenues	<u>2,313</u>	<u>73,149</u>	<u>75,462</u>
 Expenditures:			
Debt service	<u>18,126</u>	<u>500</u>	<u>18,626</u>
Total expenditures	<u>18,126</u>	<u>500</u>	<u>18,626</u>
 Excess (deficiency) of revenues over expenditures	 (15,813)	 72,649	 56,836
 Other financing sources (uses):			
Operating transfers in	<u>3,344</u>	<u>941,216</u>	<u>944,560</u>
 Excess (deficiency) of revenues and other sources over expenditures and other uses	 (12,469)	 1,013,865	 1,001,396
 Fund balances (deficits), beginning	 <u>12,533</u>	 <u>-</u>	 <u>12,533</u>
 Fund balances (deficits), ending	 <u>\$ 64</u>	 <u>\$1,013,865</u>	 <u>\$1,013,929</u>

CAPITAL PROJECTS FUNDS

Courthouse Building Construction Fund -

To account for the costs of construction of a new courthouse, which was completed in 1977. Numerous deficiencies existed in the new building, and suits were filed against the contractor and the bonding company. The fund was kept open pending settlement of these suits. The suits were settled and judgment was rendered August 16, 1982, in favor of the Police Jury. Proceeds of the settlement were deposited into this fund and are being expended for the renovations and corrections of deficiencies in the original construction and maintenance of the facility.

Drainage Improvement Construction Fund -

To account for funds remaining from the \$1,000,000 parishwide drainage improvement bond issue dated September 1, 1967. These funds are used in a continuing program of drainage improvements projects in the parish.

Medicaid Building Construction Fund -

To account for the cost of constructing a medicaid building facility.

Road and Drainage Construction Fund -

To account for the costs of constructing, improving and resurfacing public roads and bridges and improving drainage facilities.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana
Capital Projects Funds

Combining Balance Sheet
December 31, 1998

	<u>Courthouse Building Construction</u>	<u>Drainage Improvement Construction</u>	<u>Medicaid Building Construction Fund</u>	<u>2% Sales Tax District #1</u>	<u>Totals</u>
ASSETS					
Cash and interest-bearing deposits	\$105,141	\$108,283	\$ -	\$3,005,268	\$3,218,692
Investments	-	-	-	5,344,773	5,344,773
Receivables	-	-	-	91,029	91,029
Due from state agencies	-	-	-	67,818	67,818
Total assets	<u>\$105,141</u>	<u>\$108,283</u>	<u>\$ -</u>	<u>\$8,508,888</u>	<u>\$8,722,312</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 360,138	\$ 360,138
Due to other funds	1,100	-	-	180	1,280
Retainage payable	-	-	-	8,996	8,996
Contracts payable	-	-	-	88,666	88,666
Total liabilities	<u>1,100</u>	<u>-</u>	<u>-</u>	<u>457,980</u>	<u>459,080</u>
Fund balances:					
Unreserved, undesignated	<u>104,041</u>	<u>108,283</u>	<u>-</u>	<u>8,050,908</u>	<u>8,263,232</u>
 Total liabilities and fund balances	 <u>\$105,141</u>	 <u>\$108,283</u>	 <u>\$ -</u>	 <u>\$8,508,888</u>	 <u>\$8,722,312</u>

EVANGELINE PARISH POLICE JURY
 Ville Platte, Louisiana
 Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended December 31, 1998

	Courthouse Building Construction	Drainage Improvement Construction	Medicaid Bldg Construction Fund	2% Sales Tax District #1	Totals
Revenues:					
Taxes - sales	\$ -	\$ -	\$ -	\$ 80,389	\$ 80,389
Intergovernmental revenues -					
State funds:					
Other	-	-	-	67,818	67,818
Use of money and property	5,409	6,409	5,075	19,291	36,184
Total revenues	<u>5,409</u>	<u>6,409</u>	<u>5,075</u>	<u>167,498</u>	<u>184,391</u>
Expenditures:					
Public works	<u>-</u>	<u>2,999</u>	<u>82,112</u>	<u>570,526</u>	<u>655,637</u>
Excess (deficiency) of					
revenues over					
expenditures					
	<u>5,409</u>	<u>3,410</u>	<u>(77,037)</u>	<u>(403,028)</u>	<u>(471,246)</u>
Other financing sources:					
Operating transfers out	-	(18,722)	(60,966)	(963,460)	(1,043,148)
Proceeds from issuance of debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,417,396</u>	<u>9,417,396</u>
Total financing sources	<u>-</u>	<u>(18,722)</u>	<u>(60,966)</u>	<u>8,453,936</u>	<u>8,374,248</u>
Excess (deficiency) of					
revenues over expenditures					
and other uses					
	5,409	(15,312)	(138,003)	8,050,908	7,903,002
Fund balances, beginning	<u>98,632</u>	<u>123,595</u>	<u>138,003</u>	<u>-</u>	<u>360,230</u>
Fund balances, ending	<u>\$104,041</u>	<u>\$108,283</u>	<u>\$ -</u>	<u>\$8,050,908</u>	<u>\$8,263,232</u>

INTERNAL CONTROL, COMPLIANCE

AND

OTHER GRANT INFORMATION

KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

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Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the Members of the Police Jury
Evangeline Parish
Ville Platte, Louisiana

We have audited the general-purpose financial statements of the Evangeline Parish Police Jury, (the Police Jury) as of and for the year ended December 31, 1998, and have issued our report thereon dated June 4, 1999. In our report, we express an adverse opinion because of the omission of the financial statements of certain component units and general fixed assets being unauditable. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Police Jury's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the Police Jury in a separate letter dated June 4, 1999.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Police Jury's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, general purpose we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Police Jury's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs in Part II, Section B.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We believe the reportable conditions described above are a material weaknesses.

This report is intended for the information of the Police Jury, the Police Jury's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Ville Platte, Louisiana
June 4, 1999

KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

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Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133

To the Members of the Police Jury
Evangeline Parish
Ville Platte, Louisiana

Compliance

We have audited the compliance of the Evangeline Parish Police Jury (the 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, 1998. The 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 Police Jury's management. Our responsibility is to express an opinion on the Police Jury's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Police Jury's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Police Jury's compliance with those requirements.

In our opinion, the 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, 1998.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Ville Platte, Louisiana
June 4, 1999

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

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

<u>Federal Grantor/Pass-Through Grantor/Program Name</u>	<u>CFDA Number</u>	<u>Revenue Recognized</u>	<u>Issues/ Expenditures</u>
United States Department of Housing and Urban Development:			
Direct Program -			
Section 8 Rental Certificate Program	14.857	\$325,091	\$325,091
Community Development Block Grants - State's Program	14.228	194,837	<u>194,837</u>
Total			<u><u>\$519,928</u></u>

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

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

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Evangeline Parish Police Jury (the Police Jury). The Police Jury reporting entity is defined in Note 1 to the general-purpose financial statements for the year ended December 31, 1998. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The Section 8 Rental Certificate Program was considered a major federal program of the Police Jury for the year ended December 31, 1998.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the Police Jury's general-purpose financial statements for the year ended December 31, 1998.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Schedule of Findings and Questioned Costs
Year Ended December 31, 1998

Part I. Summary of Auditor's Results:

1. An adverse opinion was issued on the financial statements.
2. A reportable condition in internal control was disclosed by the audit of the financial statements. The reportable condition was considered to be a material weakness.
3. Instances of noncompliance were disclosed by the audit of the financial statements. There were no material instances of noncompliance.
4. No reportable conditions in internal control over the major program were disclosed by the audit of the financial statements.
5. An unqualified opinion was issued on compliance for the major program.
6. The audit disclosed no audit findings required to be reported under Section 510(a) of Circular A-133.
7. The major program was the U. S. Department of Housing and Urban Development Section 8 Rental Certificate Program.
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$300,000.
9. The auditee did qualify as a low-risk auditee under Section 530 of Circular A-133.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings -

There were no compliance findings required to be reported in accordance with generally accepted Governmental Auditing Standards.

B. Internal Control Findings -

98-1 Inadequate Segregation of Accounting Functions

Finding:

Due to the small number of administrative personnel, the Evangeline Parish Police Jury does not have adequate segregation of functions within the accounting system.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended December 31, 1998

98-2 General Fixed Asset Records

Finding:

The Evangeline Parish Police Jury has not maintained internal accounting controls for its property and equipment. Subsidiary records have not been updated for additions and deletions. Failure to maintain such controls reduces the Police Jury's accountability over these assets.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported under the above guidance.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
Year Ended December 31, 1998

Ref. No.	Fiscal Year Finding Initially Occurred	Description of finding Management Letter Comment	Corrective Action Taken	Planned Corrective Action/Partial Corrective Action Taken
I. <u>Prior Year Findings Relative to Federal Awards:</u>				
		There were no prior year findings relative to federal awards.		
II. <u>Prior Year Findings Required to be Reported in Accordance with Generally Accepted Governmental Auditing Standards:</u>				
A.	Unknown	Segregation of functions within the accounting system: Based upon the cost-benefit of additional personnel, the probable infeasibility to achieve segregation of accounting functions deemed client response unnecessary.	No	See Corrective Action Plan.
III. <u>Prior Year Management Letter Comments:</u>				
A		Procedures should be implemented to ensure that the Police Jury is in compliance with the Louisiana Local Government Budget Act. This item refers to budgeted expenditures exceeding budgeted funds available in four of the special revenue funds. This item also refers to actual revenues failing to meet budgeted revenues by five percent or more in the General Fund.	No	See Corrective Action Plan.
B.		All bank accounts should be reconciled to the general ledger on a monthly basis.	Yes	N/A

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
Year Ended December 31, 1998

Ref. No.	Fiscal Year Finding Initially Occurred	Description of finding Management Letter Comment	Corrective Action Taken	Planned Corrective Action/Partial Corrective Action Taken
C.	Unknown	Regarding the sewer system in Police Jury Ward No. 1, we offer the following suggestions:		
		1) Rates should be maintained at a level to provide revenues in each year sufficient to pay the reasonable and necessary expenses of operating and maintaining the sewer system.	No	See Corrective Action Plan.
		2) All funds should be established and maintained in accordance with Section 9 of the Resolution approved by the Police Jury.	No	See Corrective Action Plan.
		3) Services should be provided and collected in accordance with Section 10 of the Resolution approved by the Police Jury.	No	See Corrective Action Plan.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Corrective Action Plan
Year Ended December 31, 1998

Schedule of Findings and Questioned Costs - Part II, Section B, Finding 98-1:

Based upon the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of accounting functions.

Schedule of Findings and Questioned Costs - Part II, Section B, Finding 98-2:

Management will establish appropriate procedures and maintain fixed asset records accordingly.

Management Letter Item #1 a):

Regarding the sewer system in Police Jury Ward No. 1, management will evaluate and adjust fees charged in order to increase revenues sufficiently to pay the reasonable and necessary expenses of operating and maintaining the sewer system.

Management Letter Item #1 b):

Regarding the sewer system in Police Jury Ward No. 1, management will establish and maintain all funds required by Section 9 of the Resolution.

Management Letter Item #1 c):

Regarding the sewer system in Police Jury Ward No. 1, management will take steps to collect for services provided in accordance with Section 10 of the Resolution approved by the Police Jury.

Management Letter Item #2:

Management will monitor budgets more closely and amend budgets in accordance with the Budget Act in the future.

OTHER SUPPLEMENTAL INFORMATION

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Other Supplemental Information - Utility Department
(Unaudited)
December 31, 1998

Number of Sewer Customers

Records maintained by the Police Jury indicated the following number of customers were being serviced during the month of December 1998.

<u>Police Jury Ward No. 1</u>	<u>1998</u>
Sewerage	192

Aged Accounts Receivable

Aged accounts receivable for the Police Jury Ward No. 1 Sewer System at December 31, 1998 are as follows:

0 - 30 days	\$ 1,424
31 - 60 days	1,092
61 - 90 days	141
over 90 days	<u>13,229</u>
Total	<u>\$15,886</u>

Sewer Rates

The sewer rates for the Police Jury Ward No. 1 sewer system are \$11 per month per building for the year ended December 31, 1998.

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Schedule of Insurance in Force
(Unaudited)
December 31, 1998

Description of Coverage	Expiration Date	Coverage Amounts
Workmen's Compensation:		
Louisiana Workers Compensation Corporation		
Surety Bonds:		
Dale Reed, Secretary-treasurer	10/19/99	\$ 50,000
Kathi Berzas, Accountant	04/15/99	50,000
Robert Manuel, President	02/25/99	40,000
Greg Manual, Vice President	01/05/99	40,000
Wesley Saunders, Librarian	08/11/99	10,000
Health Unit-1010 W. LaSalle Street		
Building	10/01/99	800,000
Contents	10/01/99	75,000
Sign	10/01/99	5,000
Building-1204 Chauncey Pitre Road	12/03/99	200,000
Evangeline Parish Library, blanket		
Building and contents	08/19/99	1,092,121
Evangeline Parish Sheriff's Office, fire (Courthouse Annex)		
	01/06/99	183,000
Government office, Court St. (County Extension)		
Fire and extended coverage -		
Building	03/24/99	80,000
Contents	03/24/99	20,000
Courthouse:		
Building	04/11/99	1,500,000
Contents	04/11/99	750,000
Fire Station, Belair Cove		
Fire and extended coverage	07/01/99	80,000
Food stamp office, fire and extended coverage		
Building	08/01/99	90,000
Contents	08/01/99	20,000

EVANGELINE PARISH POLICE JURY
Ville Platte, Louisiana

Schedule of Insurance in Force
(Unaudited)
December 31, 1998

Description of Coverage	Expiration Date	Coverage Amounts
Health Unit and Library, Mamou, Louisiana - fire		
Buildings	07/22/99	\$ 150,000
Contents	07/22/99	30,000
Fire Station - fire and extended coverage		
Chataignier	10/11/99	62,000
Fabourg	10/11/99	67,000
Police Jury road equipment - all		
Risk physical damage		
1997 Case backhoe	07/25/99	50,000
1991 Youtanic excavator	07/25/99	53,200
1996 Caterpillar bulldozer	07/25/99	85,400
1997 John Deere Grader	07/25/99	113,222
1998 John Deere Backhoe	07/25/99	46,954
Mechanical breakdown policy:		
Property and liability	12/02/99	1,250,000
Property equipment breakdown	12/02/99	1,562,000
Medicaid office:		
Building	02/04/99	300,000
Special Services Building	03/14/99	130,000

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MANAGEMENT LETTER

To the Members of the Police Jury
Evangeline Parish
Ville Platte, Louisiana

During our audit of the financial statements of the Evangeline Parish Police Jury, as of and for the year ended December 31, 1998, we noted certain areas in which improvements in the accounting system and financial practices may be desirable. Therefore, we submit the following suggestions for your consideration:

1. Regarding the sewer system in Police Jury Ward No. 1, we offer the following suggestions:
 - a) Rates should be maintained at a level to provide revenues in each year sufficient to pay the reasonable and necessary expenses of operating and maintaining the sewer system.
 - b) All funds should be established and maintained in accordance with Section 9 of the Resolution approved by the Police Jury.
 - c) Services should be provided and collected in accordance with Section 10 of the Resolution approved by the Police Jury.
2. In order to comply with Local Government Budget Act LSA-R.S. 39:1310, procedures should be implemented to ensure that all individual fund budgets are amended when actual expenditures exceed budgeted expenditures by five percent or more.

We would like to express our appreciation to you and your office staff for the courtesies and assistance rendered to us during the performance of our audit. Should you have any questions or need assistance in implementing any of our suggestions, please feel free to contact us.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Ville Platte, Louisiana
June 4, 1999