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ACADIA PARISH POLICE JURY

FINANCIAL REPORT

DECEMBER 31, 2003

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

Release Date 9-29-04

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BROUSSARD, POCHÉ, LEWIS & BREAU, L.L.P.

C E R T I F I E D P U B L I C A C C O U N T A N T S

122 East 5th St.
P.O. Drawer 307
Crowley, Louisiana
70527-0307
phone: (337) 783-0650
fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930

Opelousas, LA
(337) 942-5217

Abbeville, LA
(337) 898-1497

New Iberia, LA
(337) 364-4554

Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*
Donald W. Kelley, CPA*
Herbert Lemoine II, CPA*
Frank A. Stagno, CPA*
Scott J. Broussard, CPA*
L. Charles Abshire, CPA*
Kenneth R. Dugas, CPA*
P. John Blanchet III, CPA*
Stephen L. Lambousy, CPA*
Craig C. Babineaux, CPA*
Peter C. Borrello, CPA*
George J. Trappey III, CPA*
Gregory B. Milton, CPA*
S. Scott Soileau, CPA*
Patrick D. McCarthy, CPA*
Martha B. Wyatt, CPA*
Troy J. Breaux, CPA*
Fayette T. Dupré, CPA*
Mary A. Castille, CPA*
Joey L. Breaux, CPA*
Terrel P. Dressel, CPA*

Retired:

Sidney L. Broussard, CPA 1980
Leon K. Poché, CPA 1984
James H. Breaux, CPA 1987
Erma R. Walton, CPA 1988
George A. Lewis, CPA* 1992
Geraldine J. Wimberley, CPA* 1995
Rodney L. Savoy, CPA* 1996
Larry G. Broussard, CPA* 1996
Lawrence A. Cramer, CPA* 1999
Michael P. Crochet, CPA* 1999
Ralph Friend, CPA 2002

*Members of American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants*

*A Professional Accounting Corporation

INDEPENDENT AUDITOR'S REPORT

To the Honorable Cecelia Broussard, President
Acadia Parish Police Jury
Crowley, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Acadia Parish Police Jury as of and for the year ended December 31, 2003, which collectively comprise the basic financial statements of the Acadia Parish Police Jury's primary government as listed in the table of contents. These financial statements are the responsibility of the Acadia Parish Police Jury's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The financial statements referred to above include only the primary government of the Acadia Parish Police Jury, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the Acadia Parish Police Jury's legal entity. The financial statements do not include financial data for the Acadia Parish Police Jury's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the Acadia Parish Police Jury's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the Acadia Parish Police Jury as of December 31, 2003, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

To the Honorable Cecelia Broussard, President
Acadia Parish Police Jury
Crowley, Louisiana

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information for the primary government of the Acadia Parish Police Jury as of December 31, 2003, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1, the Acadia Parish Police Jury has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements--and Management's Discussion and Analysis--for State and Local Governments*, as of December 31, 2003.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 21, 2004, on our consideration of the Acadia Parish Police Jury's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis and budgetary comparison information on pages 4 through 12 and 54 through 59, respectively, are not a required part of the basic financial statements of the Acadia Parish Police Jury but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements of the Acadia Parish Police Jury. The accompanying information listed as other supplemental information in the table of contents, including the schedule of expenditures of federal awards required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Acadia Parish Police Jury. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements of the Acadia Parish Police Jury and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements of the Acadia Parish Police Jury taken as a whole.

BROUSSARD, POCHE, LEWIS & BREAU, L.L.P.

Crowley, Louisiana
July 21, 2004

REQUIRED SUPPLEMENTAL INFORMATION

Management's Discussion and Analysis (MD&A)

ACADIA PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

The discussion and analysis of Acadia Parish Police Jury's financial performance provides an overview of the Police Jury's financial activities for the fiscal year ended December 31, 2003, in an easily readable analysis. Please read it in conjunction with the Police Jury's financial statements that follow.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. However, because this is the first year of implementing the new reporting model, certain necessary comparative information of the previous year was not prepared. Considering the financial resources necessary to prepare this information relative to the prior year, and that the GASB Statement No. 34 permits the omission of the information in the first year of adoption of the new reporting model, the Police Jury has elected to exclude the information in this report. Subsequent reports will include the comparative information.

FINANCIAL HIGHLIGHTS

The Police Jury's total assets exceeded its liabilities at the close of the fiscal year by \$34,363,893. Of this amount, \$14,327,830, was invested in capital assets, net of related debt; \$2,218,931, was restricted for debt retirement; \$11,781,948, was restricted for special revenue funds; and \$6,035,184, was unrestricted. The unrestricted portion of net assets may be used to meet the government's ongoing obligations and operational needs.

Total expenses of governmental activities for all our programs were \$13,381,943, for the year. Of this amount, \$428,223, was provided by program revenues from charges for services; \$633,489, from operating grants and contributions; and \$204,645, from capital grants and contributions. Based on the governmental activities of 2003, net assets increased \$999,457.

As of the close of the current fiscal year, the Police Jury's governmental funds reported a combined ending fund balance of \$24,319,039. The General Fund accounted for \$2,738,854, of the total with \$2,731,354, being unreserved and undesignated. Governmental activities reported an increase in fund balances of \$1,824,098. The General Fund accounted for \$369,666, of the increase in total fund balances.

USING THE BASIC FINANCIAL STATEMENTS

Acadia Parish Police Jury's annual audit report consists of a series of financial statements that reflect the operations of the Police Jury as a whole and its funds. The basic financial statements of the Acadia Parish Police Jury are made up of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements of the Acadia Parish Police Jury's primary government. This report also contains other supplementary information in addition to the basic financial statements of the Acadia Parish Police Jury.

ACADIA PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

Government-Wide Financial Statements (GWFS)

The government-wide financial statements are designed to provide the reader with a broad overview of the Police Jury's finances, similar in format to a financial statement of a private-sector business.

The Police Jury's government-wide financial statements include a Statement of Net Assets and Statement of Activities, which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the Statement of Net Assets is to report all of the assets held and liabilities owed by the Police Jury using the full accrual basis of accounting. The Police Jury reports all of its assets when it acquires ownership over the assets and reports all of its liabilities when they are incurred. For example, the Police Jury reports buildings and infrastructure as assets even though they are not available to pay the obligations incurred by the Police Jury. On the other hand, the Police Jury reports liabilities, such as landfill closure and postclosure care costs, even though these liabilities might not be paid until several years into the future.

The difference between the Police Jury's total assets and total liabilities is reported as net assets and this difference is similar to the total owners' equity presented by a commercial enterprise. Over time increases or decreases in the Police Jury's net assets are one indicator of whether its financial health is improving or deteriorating. However, the Police Jury's goal is to provide services to the citizens of Acadia Parish, Louisiana, not to generate profits as commercial enterprises do. Therefore, other nonfinancial factors, such as the quality of health and welfare services provided to parish citizens and the condition of roads and bridges, must be considered to assess the overall health of the Police Jury.

The purpose of the Statement of Activities is to present the revenues and expenses of the Police Jury. Again, the items presented on the Statement of Activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied and expenses are reported when incurred by the Police Jury. Thus, revenues are reported even though they may not be collected for several months after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

Fund Financial Statements (FFS)

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the Acadia Parish Police Jury rather than the Police Jury as a whole. Except for the General Fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties or governmental statutes or regulations.

Governmental Funds. All of the Police Jury's activities are reported in governmental funds, which generally focus on how money flows in and out of those funds; the balances that are left at year end; and the amount available for spending in future periods. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash.

ACADIA PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

The governmental fund financial statements provide a detailed short-term view of the Police Jury's operations and the services it provides.

The relationship between governmental activities reported in the basic financial statements and the governmental funds reported in the fund financial statements are reconciled in the financial statements.

Acadia Parish Police Jury maintains 26 individual governmental funds. Information is presented separately in the Balance Sheet - All Governmental Funds and in the Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Funds for the General Fund, Parish Road Fund, Sales Tax Fund, 1% Sales Tax District No. 2 Fund, Health Unit Maintenance Fund, and Parish Road Construction Fund, which are considered to be major funds. Data from the other remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the other supplementary information section which follows the basic financial statements of the Acadia Parish Police Jury.

Acadia Parish Police Jury adopts an annual appropriated budget for all of its governmental funds. During the course of the year, this budget is amended to take into consideration changes that have occurred affecting revenues and expenditures. A statement showing original and final budget compared with actual operating results is provided in the required supplementary information section for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

Our auditor has provided assurance in the independent auditors' report, located immediately preceding this Management's Discussion and Analysis, that the financial statements of the Acadia Parish Police Jury's primary government are fairly stated. However, because of the omission of all components units, the primary government financial statements do not purport to, and do not, present fairly the financial data of the reporting entity of the Acadia Parish Police Jury in conformity with accounting principles generally accepted in the United States of America. Varying degrees of assurance is being provided by the auditor regarding the required and other supplemental information. A user of this report should read the independent auditors' report carefully to ascertain the level of assurance being provided for each of the other parts in the financial section.

ACADIA PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

REPORTING THE POLICE JURY AS A WHOLE

Statement of Net Assets and Statement of Activities

The following table reflects the condensed statement of net assets for 2003:

TABLE 1
ACADIA PARISH POLICE JURY
CONDENSED STATEMENT OF NET ASSETS
December 31, 2003

Assets:	
Current and other assets	\$24,814,183
Capital assets, net of accumulated depreciation	<u>26,692,361</u>
Total assets	<u>\$51,506,544</u>
Liabilities:	
Current and other liabilities	\$ 479,621
Long-term liabilities	<u>16,663,030</u>
Total liabilities	<u>\$17,142,651</u>
Net assets:	
Invested in capital assets, net of related debt	\$14,327,830
Restricted	14,000,879
Unrestricted	<u>6,035,184</u>
Total net assets	<u>\$34,363,893</u>

Net assets may serve over time as a useful indicator of a government's financial position. In the case of Acadia Parish Police Jury, assets exceed liabilities by \$34,363,893, at the close of the fiscal year. Of this amount \$14,327,830, or 41.69% of the total net assets, represents the investment of the Police Jury in capital assets net of related debt. Net assets of \$6,035,184, which are technically unrestricted, need to be viewed in light of information in the fund financial statements. Some of this unrestricted amount represents funds for expenditures that the Police Jury has approved or budgeted but has not been legally obligated to pay. Actions by the Police Jury do not qualify as restrictions of net assets in the basic financial statements of the Acadia Parish Police Jury.

Capital assets, net of accumulated depreciation, account for \$26,692,361, or 51.82% of the total assets. This is reflective of the investment in new and improved facilities funded by a series of bond issues in recent years. This is further highlighted by the fact that \$16,663,030, or 97.20% of the Police Jury's liabilities, represents long-term debt.

ACADIA PARISH POLICE JURY
MANAGEMENT'S DISCUSSION AND ANALYSIS

The following table reflects the condensed statement of activities for 2003:

TABLE 2
ACADIA PARISH POLICE JURY
CONDENSED STATEMENT OF ACTIVITIES
Year Ended December 31, 2003

Revenues:	
Program revenue:	
Charges for services	\$ 428,223
Operating grants and contributions	633,489
Capital grants and contributions	204,645
General revenues:	
Sales taxes	7,943,463
Other taxes	3,796,938
Other	<u>1,374,642</u>
Total revenues	<u>\$ 14,381,400</u>
Expenses:	
General government:	
Legislative	\$ 203,742
Judicial	923,992
Elections	81,420
Finance and administrative	195,900
Other general government	376,694
Public safety	838,276
Public works	4,020,184
Economic development and assistance	272,229
Health and welfare	4,803,815
Culture and recreation	1,050,899
Interest and fiscal charges on long-term debt	<u>614,792</u>
Total expenses	<u>\$ 13,381,943</u>
Increase in net assets	\$ 999,457
Net assets, December 31, 2002	<u>33,364,436</u>
Net assets, December 31, 2003	<u>\$ 34,363,893</u>

As reported in the Statement of Activities, the cost of all of our governmental activities this year was \$13,381,943. However, the amount that our taxpayers ultimately financed for these activities through Police Jury taxes was only \$11,740,401, because some of the cost was paid by those who benefited from the programs (\$428,223) or by other governments and organizations who subsidized certain programs with grants and contributions (\$838,134). The remainder was funded by other general revenues.

ACADIA PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FINANCIAL ANALYSIS OF POLICE JURY FUNDS

The Police Jury uses funds to control and permit measurement in the short-term of revenues and expenditures of a particular activity or purpose (e.g., dedicated taxes and grant programs). The fund financial statements allow the Police Jury to demonstrate its stewardship over and accountability for resources provided by taxpayers and other entities. These statements also allow the reader to obtain more insight into the financial management of the Police Jury and assess further the Police Jury's overall financial stability.

Acadia Parish Police Jury ended the fiscal year December 31, 2003, with a combined fund balance of \$24,319,039. The General Fund closed the fiscal year with a fund balance of \$2,738,854. The unreserved and undesignated portion of this fund balance is \$2,731,354.

Approximately \$9.5 million of other local sales and property taxes are collected and used in the following manner: \$5.5 million for solid waste collection and disposal and road improvements; \$2.0 million for public health and culture and recreation; and \$2.0 million for debt service. With the exception of the Health Unit Maintenance Fund, both the General Fund and special revenue funds fund balances have increased due primarily to increases in property, severance, and sales taxes. Increased level of public health (mosquito control) services required the use of residual fund balances.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Police Jury's budget is prepared according to Louisiana law. During the course of the year, the Police Jury revised its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more.

A budgetary comparison schedule showing the Police Jury's originally adopted budget and final amended budget compared with actual results for all major funds is provided in the report that follows. The Police Jury's year end actual results were better than budgeted, as conservative budgetary practices are customary. Revenues are forecasted conservatively and expenditures are budgeted in anticipation of all possible costs and projects.

The General Fund's actual revenues exceeded the final budget projection by \$232,742. The majority of this increase was due to the receipt of Federal grant monies totaling \$159,101. These funds were recorded as an adjustment to our financial records by our auditors since they did not flow through our normal deposit procedure.

Positive variances occurred throughout our budgeted expenditures this past fiscal year because of our administration's diligent efforts to keep expenditures under control.

ACADIA PARISH POLICE JURY
MANAGEMENT'S DISCUSSION AND ANALYSIS

CAPITAL ASSET AND DEBT ADMINISTRATION

At December 31, 2003, Acadia Parish Police Jury had \$26.7 million (net of accumulated depreciation of \$14.4 million) invested in a broad range of capital assets including land, buildings and improvements, furniture and equipment, and infrastructure assets such as roads and bridges. This amount represents a net decrease (including additions, deductions, and depreciation of just over \$460,000, or 1.71%, from last year.

**TABLE 3
ACADIA PARISH POLICE JURY
CAPITAL ASSETS, NET OF
ACCUMULATED DEPRECIATION
DECEMBER 31, 2003**

Land	\$ 697,869
Construction in progress	49,775
Buildings and improvements	8,842,249
Machinery and equipment	4,996,216
Books and periodicals	1,466,520
Improvements, other than buildings	399,879
Infrastructure - roads and bridges	<u>24,663,592</u>
 Total capital assets	 \$41,116,100
 Less: accumulated depreciation	 <u>(14,423,739)</u>
 Net capital assets	 <u>\$26,692,361</u>

During the year, \$1,318,365, of capital assets were added. Depreciation for the year ended December 31, 2003, was \$1,715,004. Major construction and renovation projects will continue during the 2004 fiscal year which will be funded by the sales taxes and bonds approved by the voters. Construction in process at this time includes expenditures incurred for the LeGros Memorial Airport Taxiways Project.

Some capital improvement projects planned in 2003 were not built which provided for an increase in fund balances. Most significant were landfill liner installations and the purchase of road materials and improvements.

Cost of infrastructure assets was determined in various ways. GASB No. 34 requires capital assets to be recorded at historical cost or at estimated historical cost whenever it is impractical to determine historical cost because of inadequate records. The costs were determined, as identified below, whenever actual historical cost was not known.

The cost of bridges was determined by multiplying the estimated replacement cost and deflating the current cost to the estimated cost at the time of construction. The estimated age was provided by the engineers for the Police Jury. The estimated useful life for purposes of depreciation ranges from 20 to 50 years depending on the construction type.

The deflation factors used were as per the "price trends for federal-aid highway construction" obtained from the United States Department of Transportation web site.

ACADIA PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

95% of the Police Jury's debt service goes to retire either bonds or certificates of indebtedness issued for the purpose of road and bridge improvements made since 1996. The Police Jury embarked on a long range capital improvement effort that included major repairs to existing infrastructure and reconstruction of new and existing roads and bridges. Nearly \$20 million of local, State, and Federal monies have been spent on this endeavor. Plans are now underway to begin the second part of Phase III that will likely include the hard surfacing of approximately 40 miles of aggregate roadways. This is likely to be accomplished by using a combination of cash reserves and refinancing existing bonds.

The Police Jury is responsible for maintaining over 700 miles of public roads half of which are still gravel and over 350 bridge structures. This does not include State and municipal routes. Most bridges are considered 3 span or larger with an average replacement cost of \$100,000. The Parish Road Fund maintenance budget has doubled since 1996 to \$1.7 million due primarily to the passage of a 1% rural sales tax of which most is used to retire debt.

LONG-TERM DEBT

At the end of this year, Acadia Parish Police Jury had total bonded debt outstanding of \$12,470,029.

TABLE 4
ACADIA PARISH POLICE JURY
OUTSTANDING LONG-TERM DEBT
DECEMBER 31, 2003

Sales Tax Road Bonds, Series 1996	\$ 3,580,000
Paving Certificates, Series 1999	80,029
Certificates of Indebtedness, Series 1999	160,000
Sales Tax Road Bonds, Series 2001	4,460,000
Refunding Certificates of Indebtedness, Series 2002	3,500,000
Refunding Bonds, Series 2003	<u>690,000</u>
Total long-term debt	<u>\$12,470,029</u>

The Police Jury's total bonded debt decreased during the year by \$1,068,338.

The State limits the amount of general obligation debt that the Police Jury can issue to 10% of the assessed value of all taxable property within the Parish. The Police Jury's net outstanding general obligation debt is below this statutorily-imposed limit.

Other obligations include accrued compensated absences payable and landfill closure and postclosure care costs liability, with balances at December 31, 2003, of \$233,644 and \$3,959,357, respectively. More detailed information about these long-term liabilities is included in the notes to the financial statements of the Acadia Parish Police Jury.

ACADIA PARISH POLICE JURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Police Jury's elected and appointed officials considered many factors when setting the Police Jury's 2003 budget and tax rates. One of the most important factors affecting the budget is ad valorem and sale tax collections.

Property values in Acadia Parish went through a special assessment allowed this year for reassessment of the 2002 tax roll figures. Taxable property values increased from \$167,721,890, in 2002 to \$169,703,460, in 2003, or an increase of \$1,981,570.

The tax rates that will be in effect for the 2004 fiscal year are as follows:

Property tax rates:

General tax	6.37 Mills
Road maintenance tax	3.18 Mills
Library maintenance tax	4.25 Mills
Health Unit maintenance tax	2.12 Mills
Cooperative Extension Facility tax	<u>2.12 Mills</u>
Total tax mills	<u>18.04 Mills</u>

CONTACTING THE POLICE JURY'S FINANCIAL MANAGEMENT

This document is designed to provide a general overview of Acadia Parish Police Jury's finances for all those with an interest in the finances of the government. Additional information about Acadia Parish Police Jury can be found by accessing our web-site at www.acadiaparishpolicejury.org. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Katry Martin, Secretary-Treasurer, Acadia Parish Police Jury, Post Office Box 200, Crowley, Louisiana 70527-0200, (337)788-8800.

BASIC FINANCIAL STATEMENTS
Government-Wide Financial Statements (GWFS)

ACADIA PARISH POLICE JURY

STATEMENT OF NET ASSETS
December 31, 2003

	<u>Governmental Activities</u>
ASSETS	
Cash	\$ 6,796,906
Investments	13,421,521
Accrued interest receivable	86,424
Taxes receivable	3,783,976
Special assessments receivable	16,966
Due from other governmental entities	577,510
Inventories	25,382
Capital assets, net of accumulated depreciation	26,692,361
Bond issue costs, net of accumulated amortization	105,498
Total assets	\$ 51,506,544
LIABILITIES	
Accounts payable	\$ 247,645
Due to other governmental entities	25,837
Accrued interest payable	89,975
Retainage payable	27,904
Deferred revenue	40,803
Other payables	47,457
Long-term liabilities:	
Bonds payable, due within one year	1,549,338
Bonds payable, due in more than one year	10,920,691
Compensated absences, due within one year	118,834
Compensated absences, due in more than one year	114,810
Landfill closure and postclosure care costs liability, due in more than one year	3,959,357
Total liabilities	\$ 17,142,651
NET ASSETS	
Invested in capital assets, net of related debt	\$ 14,327,830
Restricted for debt retirement	2,218,931
Restricted for special revenue funds	11,781,948
Unrestricted	6,035,184
Total net assets	\$ 34,363,893

See Notes to Financial Statements.

ACADIA PARISH POLICE JURY

STATEMENT OF ACTIVITIES
Year Ended December 31, 2003

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Governmental
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Activities Net (Expense) Revenue and Change in Net Assets
<i>Primary Government: Governmental Activities:</i>					
General government:					
Legislative	\$ 203,742	\$ -	\$ -	\$ -	\$ (203,742)
Judicial	923,992	65,567	-	-	(858,425)
Elections	81,420	-	-	-	(81,420)
Finance and administrative	195,900	-	-	-	(195,900)
Other general government	376,694	4,730	-	-	(371,964)
Public safety	838,276	-	73,048	159,101	(606,127)
Public works	4,020,184	78,874	487,193	4,009	(3,450,108)
Economic development and assistance	272,229	176,919	-	41,535	(53,775)
Health and welfare	4,803,815	66,560	73,248	-	(4,664,007)
Culture and recreation	1,050,899	35,573	-	-	(1,015,326)
Interest and fiscal charges on long-term debt	614,792	-	-	-	(614,792)
Total governmental activities	\$13,381,943	\$ 428,223	\$ 633,489	\$ 204,645	\$ (12,115,586)
General revenues:					
Taxes:					
Property taxes					\$ 2,476,067
Sales taxes					7,943,463
Franchise taxes					79,448
Severance taxes					1,031,185
Enterprise fund payments					53,644
Alcoholic beverage taxes					11,899
Fire insurance premiums					144,695
Video poker machine fees					304,906
State revenue sharing					341,765
Licenses and permits					305,001
Investment income					382,983
Gain (loss) on sale of capital assets					(5,714)
Miscellaneous					45,701
					<u>\$ 13,115,043</u>
					Change in net assets
					\$ 999,457
					Net assets - beginning
					<u>33,364,436</u>
					Net assets - ending
					<u>\$ 34,363,893</u>

See Notes to Financial Statements.

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BASIC FINANCIAL STATEMENTS
Fund Financial Statements (FFS)

ACADIA PARISH POLICE JURY

BALANCE SHEET -
ALL GOVERNMENTAL FUNDS
December 31, 2003

ASSETS	General Fund	Parish Road Fund	Sales Tax Fund
Cash	\$ 27,094	\$ 277,382	\$ 2,735,169
Investments	2,075,117	303,746	7,316,629
Accrued interest receivable	7,730	1,565	61,699
Taxes receivable	590,668	529,351	915,969
Special assessments receivable	-	-	-
Inventories	-	25,382	-
Due from other governmental entities	202,226	155,861	46,912
Due from other funds	465,952	169,374	456,816
Total assets	\$ 3,368,787	\$ 1,462,661	\$11,533,194
 LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 34,789	\$ 18,187	\$ 68,874
Retainage payable	7,772	-	-
Other payables	8,042	39,415	-
Deferred revenue	-	-	24,590
Due to other governmental entities	25,837	-	-
Due to other funds	553,493	146,849	272,192
Total liabilities	\$ 629,933	\$ 204,451	\$ 365,656
 FUND BALANCES			
Reserved for debt retirement	\$ -	\$ -	\$ 1,300,580
Reserved for incomplete contracts	7,500	-	-
Reserved for inventories	-	25,382	-
Unreserved-undesignated (deficit), reported in:			
General Fund	2,731,354	-	-
Special Revenue Funds	-	1,232,828	8,460,708
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Unreserved-designated for landfill closure and postclosure care costs	-	-	1,406,250
Total fund balances	\$ 2,738,854	\$ 1,258,210	\$11,167,538
Total liabilities and fund balances	\$ 3,368,787	\$ 1,462,661	\$11,533,194

See Notes to Financial Statements.

<u>1% Sales Tax District No. 2 Fund</u>	<u>Health Unit Maintenance Fund</u>	<u>Parish Road Construction Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,215,997	\$ 115,765	\$ 749,285	\$ 1,676,214	\$ 6,796,906
372,692	1,249,591	109,232	1,994,514	13,421,521
-	3,807	-	11,623	86,424
334,729	374,443	-	1,038,816	3,783,976
-	-	-	16,966	16,966
-	-	-	-	25,382
-	60,092	-	112,419	577,510
184,010	18,475	175,000	102,950	1,572,577
<u>\$ 2,107,428</u>	<u>\$ 1,822,173</u>	<u>\$ 1,033,517</u>	<u>\$ 4,953,502</u>	<u>\$26,281,262</u>
\$ -	\$ 12,125	\$ 77,236	\$ 36,434	\$ 247,645
-	-	20,132	-	27,904
-	-	-	-	47,457
-	-	-	16,213	40,803
-	-	-	-	25,837
-	190,814	122,729	286,500	1,572,577
<u>\$ -</u>	<u>\$ 202,939</u>	<u>\$ 220,097</u>	<u>\$ 339,147</u>	<u>\$ 1,962,223</u>
\$ -	\$ -	\$ -	\$ 1,008,326	\$ 2,308,906
-	-	-	109,164	116,664
-	-	-	-	25,382
-	-	-	-	2,731,354
2,107,428	1,619,234	-	3,411,248	16,831,446
-	-	813,420	160,534	973,954
-	-	-	(74,917)	(74,917)
-	-	-	-	1,406,250
<u>\$ 2,107,428</u>	<u>\$ 1,619,234</u>	<u>\$ 813,420</u>	<u>\$ 4,614,355</u>	<u>\$24,319,039</u>
<u>\$ 2,107,428</u>	<u>\$ 1,822,173</u>	<u>\$ 1,033,517</u>	<u>\$ 4,953,502</u>	<u>\$26,281,262</u>

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ACADIA PARISH POLICE JURY

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
SHEET TO THE STATEMENT OF NET ASSETS
December 31, 2003

Total fund balances - governmental funds \$ 24,319,039

The cost of capital assets (land, buildings, furniture and equipment, and infrastructure) purchased or constructed is reported as an expenditure in the governmental funds. The Statement of Net Assets includes these capital assets among the assets of the Police Jury as a whole. The cost of these capital assets is allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

Cost of capital assets	\$ 41,116,100	
Accumulated depreciation	<u>(14,423,739)</u>	
Net capital assets		26,692,361

Bond issue costs which are reported as expenditures in the year incurred in the governmental funds are deferred and amortized in the Statement of Activities. Bond issued costs, net of accumulated amortization at year-end total \$105,498.

105,498

Long-term liabilities applicable to the Police Jury's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the Statement of Net Assets.

Bonds payable	\$ (12,470,029)	
Accrued interest payable	(89,975)	
Compensated absences payable	(233,644)	
Landfill closure and postclosure care costs liability	<u>(3,959,357)</u>	
Total long-term liabilities		<u>(16,753,005)</u>

Net assets of governmental activities \$ 34,363,893

See Notes to Financial Statements.

ACADIA PARISH POLICE JURY

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUNDS
Year Ended December 31, 2003

	General Fund	Parish Road Fund	Sales Tax Fund
Revenues:			
Taxes	\$ 655,379	\$ 517,777	\$ 5,786,219
Intergovernmental	1,942,103	553,355	17,955
Charges for services	175,064	-	-
Licenses and permits	382,041	2,154	-
Fines and charges	63,758	-	-
Special assessments	-	-	-
Investment income	44,562	9,506	199,774
Miscellaneous	70,889	13,504	8,477
Total revenues	\$ 3,333,796	\$ 1,096,296	\$ 6,012,425
Expenditures:			
Current:			
General government	\$ 1,908,567	\$ -	\$ -
Public safety	659,851	-	-
Public works	-	1,706,255	144,513
Economic development and assistance	69,967	-	-
Health and welfare	20,938	-	2,478,680
Culture and recreation	-	-	-
Capital outlay	225,978	14,731	458,439
Intergovernmental	159,101	-	-
Debt service:			
Principal retirement	-	-	-
Interest coupons paid	-	-	-
Paying agent and trustee fees	-	-	-
Total expenditures	\$ 3,044,402	\$ 1,720,986	\$ 3,081,632
Excess (deficiency) of revenues over expenditures	\$ 289,394	\$ (624,690)	\$ 2,930,793
Other financing sources (uses):			
Operating transfers in	\$ 109,272	\$ 716,930	\$ -
Operating transfers out	(29,000)	-	(2,542,930)
Proceeds from the sale of fixed assets	-	3,630	-
Proceeds from the sale of refunding bonds	-	-	-
Payments to refunded bond escrow agent	-	-	-
Total other financing sources (uses)	\$ 80,272	\$ 720,560	\$ (2,542,930)
Net change in fund balances	\$ 369,666	\$ 95,870	\$ 387,863
Fund balances, beginning	2,369,188	1,162,340	10,779,675
Fund balances, ending	\$ 2,738,854	\$ 1,258,210	\$11,167,538

See Notes to Financial Statements.

1% Sales Tax District No. 2 Fund	Health Unit Maintenance Fund	Parish Road Construction Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,157,244	\$ 342,160	\$ -	\$ 1,040,199	\$10,498,978
-	108,388	-	114,218	2,736,019
-	-	-	39,348	214,412
-	-	-	-	384,195
-	-	-	3,353	67,111
-	-	-	2,209	2,209
7,583	42,526	5,727	73,305	382,983
-	6,713	-	176,688	276,271
<u>\$ 2,164,827</u>	<u>\$ 499,787</u>	<u>\$ 5,727</u>	<u>\$ 1,449,320</u>	<u>\$14,562,178</u>
\$ -	\$ -	\$ 17	\$ 3,416	\$ 1,912,000
-	-	-	-	659,851
-	-	560,174	442,662	2,853,604
-	-	-	167,943	237,910
85,182	563,512	-	979	3,149,291
-	-	-	816,523	816,523
297,547	37,587	79,950	164,133	1,278,365
-	-	-	-	159,101
-	-	-	1,078,338	1,078,338
-	-	-	608,819	608,819
-	-	-	15,273	15,273
<u>\$ 382,729</u>	<u>\$ 601,099</u>	<u>\$ 640,141</u>	<u>\$ 3,298,086</u>	<u>\$12,769,075</u>
<u>\$ 1,782,098</u>	<u>\$ (101,312)</u>	<u>\$ (634,414)</u>	<u>\$ (1,848,766)</u>	<u>\$ 1,793,103</u>
\$ 2,209	\$ -	\$ 2,167,958	\$ 2,642,790	\$ 5,639,159
(1,615,000)	-	(1,052,209)	(400,020)	(5,639,159)
-	-	-	17,365	20,995
-	-	-	690,000	690,000
-	-	-	(680,000)	(680,000)
<u>\$(1,612,791)</u>	<u>\$ -</u>	<u>\$ 1,115,749</u>	<u>\$ 2,270,135</u>	<u>\$ 30,995</u>
\$ 169,307	\$ (101,312)	\$ 481,335	\$ 421,369	\$ 1,824,098
1,938,121	1,720,546	332,085	4,192,986	22,494,941
<u>\$ 2,107,428</u>	<u>\$ 1,619,234</u>	<u>\$ 813,420</u>	<u>\$ 4,614,355</u>	<u>\$24,319,039</u>

ACADIA PARISH POLICE JURY

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2003

Net change in fund balances - total governmental funds		\$1,824,098
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay expenditures in the current period.</p>		
Depreciation expense	\$(1,715,004)	
Capital outlay expenditures	<u>1,278,365</u>	
Excess of depreciation over capital outlays		(436,639)
<p>The proceeds from the sale of capital assets are reported as revenues in the governmental funds. However, the net book value of assets sold and traded (\$66,709) less the trade-in value received of \$40,000, is offset against the sale proceeds in the Statement of Activities.</p>		
		(26,709)
<p>In the Statement of Activities, compensated absences (vacation and sick leave) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). In the current year, vacation and sick time earned (\$122,355) exceeded the amounts used (\$118,834) by \$3,521.</p>		
		(3,521)
<p>In the Statement of Activities some expenses do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.</p>		
The prior year accrued interest payable amount (\$101,813) exceeded the current year payable amount (\$89,975) by \$11,838.		11,838
The current year landfill closure and postclosure care costs liability (\$3,959,357) exceeded the prior year liability (\$2,523,947) by \$1,435,410.		(1,435,410)
<p>In the Statement of Activities some expenses do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. The amount of bond issue cost amortization expense recorded in the Statement of Activities (\$13,627) exceeded the amount of bond issue costs for the current year recognized as expenditures in the governmental funds (\$11,089) by \$2,538.</p>		
		(2,538)
<p>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount by which repayments exceeded proceeds.</p>		
Bond proceeds	\$ (690,000)	
Principal repayments	1,078,338	
Payments to refunded bond escrow agent	<u>680,000</u>	
Excess of repayments over proceeds		<u>1,068,338</u>
Change in net assets of governmental activities		<u>\$ 999,457</u>

See Notes to Financial Statements.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

The Acadia Parish Police Jury (the "Police Jury") is the governing authority for Acadia Parish ("the Parish") and is a political subdivision of the State of Louisiana. The Police Jury is governed by eight jurors representing the various districts within the Parish. The jurors serve four-year terms which expire in January 2008.

Louisiana Revised Statute (R.S.) 33:1236 gives the Police Jury various powers in regulating and directing the affairs of the Parish and its inhabitants. The more notable of these are the power to enact ordinances, set policy, and establish programs for the benefit of the Parish; 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 of 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.

In accomplishing its objectives, the Police Jury also has the authority to create special districts (component units) within the Parish. The districts perform specialized functions, such as fire protection and drainage.

Except for the omission of all component units from the financial statements, as more fully described below, the accompanying financial statements of the Police Jury have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Police Jury are described below:

Financial reporting entity:

A financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) 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. Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, establishes criteria for determining which entities should be considered a component unit and, as such, part of the reporting entity for financial reporting purposes. The basic criteria are as follows:

1. A potential component unit must have separate corporate powers that distinguish it as being legally separate from the primary government. These include the right to incur its own debt; levy its own taxes and charges; expropriate property in its own name; sue and be sued in its own name without recourse to a State or local government; and the right to buy, sell, lease, and mortgage property in its own name.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

2. The primary government must be financially accountable for a potential component unit. Financial accountability may exist as a result of the primary government appointing a voting majority of the potential component unit's governing body; their ability to impose their will on the potential component unit by significantly influencing the programs, projects, activities, or level of services performed or provided by the potential component unit; or the existence of a financial benefit or burden. In addition, financial accountability may also exist as a result of a potential component unit being fiscally dependent on the primary government.

In some instances, the potential component unit should be included in the reporting entity (even when the criteria in No. 2 above are not met), if exclusion would render the reporting entity's financial statements incomplete or misleading.

Individual component units:

All component units which are required to be included in the reporting entity based on current standards have not been included in the basic financial statements of the Acadia Parish Police Jury. Complete financial statements of the component units of the Police Jury can be obtained from the Office of the Legislative Auditor of the State of Louisiana, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397.

Considered in the determination of component units of the reporting entity were the Acadia Parish School Board, certain independently elected Parish officials, and various municipal level governments in the Parish. It was determined that these governmental entities are not component units of the Acadia Parish Police Jury's reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Acadia Parish Police Jury.

Basis of presentation:

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Certain of the significant changes in the Statement include the following:

- For the first time the financial statements include:
 - A Management Discussion and Analysis (MD&A) section providing an analysis of the Police Jury's overall financial position and results of operations.
 - Financial statements prepared using full accrual accounting for all of the Police Jury's activities, including infrastructure (roads, bridges, etc.).
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying basic financial statements of the Acadia Parish Police Jury (including the notes to the financial statements). The Police Jury has elected to implement the general provisions of the Statement in the current year and has retroactively reported infrastructure (assets acquired prior to December 31, 2002) in the current fiscal year.

ACADIA PARISH POLICE JURY

NOTES TO FINANCIAL STATEMENTS

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. The minimum number of funds maintained by the Police Jury is consistent with legal and managerial requirements.

A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the restrictions, if any, on the spending activities.

The basic financial statements of the Acadia Parish Police Jury include both government-wide (reporting the primary government of the Police Jury as a whole) and fund financial statements (reporting the Police Jury's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Police Jury's public safety, culture and recreation, public works, and general administrative services are classified as governmental activities. The Police Jury does not have any business-type activities.

Government-wide financial statements:

The government-wide financial statements include a Statement of Net Assets and Statement of Activities. These statements report financial information about the primary government of the Police Jury. In the process of aggregating data for the Statement of Net Assets and the Statement of Activities some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

In the Statement of Net Assets the governmental type activities column (1) is presented on a consolidated basis by column, and (2) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Police Jury's net assets are reported in three parts: (1) *invested in capital assets, net of related debt* - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets; (2) *restricted net assets* - consists of net assets with constraints place on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (b) law through constitutional provisions or enabling legislation; and (3) *unrestricted net assets* - all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt". The Police Jury first utilizes restricted resources to finance qualifying activities.

The Statement of Activities reports the expenses of a given function offset by program revenues, directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses associated with a distinct functional activity. Program revenues includes: (1) charges for services which report fees, fines, and forfeitures, and other charges to users of the Police Jury's services;

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

(2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets and include fees to developers. Taxes and other revenue sources not properly included with program revenues are reported as general revenues.

The Police Jury reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included as a direct expense of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities. An administrative service fee is charged by the General Fund to the other operating funds to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.). An elimination is made to remove the service fee transactions from the reported revenue and expense.

This government-wide focus is more on the sustainability of the Police Jury as an entity and the change in the Police Jury's net assets resulting from the current year's activities.

Fund financial statements:

Fund financial statements are provided for governmental funds. The emphasis of fund financial statements is on major individual governmental funds, each reported in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The Police Jury reports the following major governmental funds:

General Fund - used to account for all financial resources traditionally associated with governments that are not required to be accounted for in another fund.

Parish Road Fund - used to account for costs associated with constructing and maintaining the road system within Acadia Parish.

Sales Tax Fund - used to account for the collection and disbursement of the Police Jury's 1% parishwide sales and use tax levied which is dedicated to covering the costs of constructing, acquiring, improving, maintaining, and operating solid waste collection and disposal facilities.

1% Sales Tax District No. 2 Fund - used to account for the collection and disbursement of the Police Jury's 1% sales and use tax levied which is dedicated to covering the costs of repairing, constructing, improving, and maintaining roads and bridges in the unincorporated areas of Acadia Parish.

Health Unit Maintenance Fund - to account for the maintenance of health units that provide health and welfare services to the citizens of Acadia Parish.

Parish Road Construction Fund - used to account for costs associated with constructing and improving roads within Acadia Parish.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Basis of accounting - measurement focus:

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

The government-wide financial statements report using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Their reported fund balance (net current assets) is considered a measure of "available spending resources." 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. Accordingly, they are said to present a summary of sources and uses of "available spending resources" during a period. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., when they become measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Taxpayer-assessed income, gross receipts, and sales taxes are considered measurable when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Expenditure-driven grant revenues are recorded when the qualifying expenditures have been incurred and all other grant requirements have been met. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, if measurable. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued because they do not vest or accumulate; and (2) principal and interest on general long-term debt which is recognized when due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

Major revenue sources susceptible to accrual include: sales and use taxes, ad valorem taxes, franchise taxes (fees), intergovernmental revenues, and investment income. In general other revenues are recognized when cash is received.

Budgets and budgetary accounting:

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). The budget is employed as a management control device during the year that assists its users in financial activity analysis. All budget appropriations lapse at year end. The budgets presented are the originally

ACADIA PARISH POLICE JURY

NOTES TO FINANCIAL STATEMENTS

adopted budget and the final amended budget. Actual amounts may not vary more than 5% from the final amended budget at the individual fund level. For the year ended December 31, 2003, actual revenues failed to meet budgeted revenues by more than 5% in the Sales Tax Fund and 1% Sales Tax District No. 2 Fund.

Use of estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Cash and investments:

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments meeting the criteria specified in the Statement are stated at fair value. Investments which do not meet the requirements are stated at cost. These investments include amounts invested in the Louisiana Asset Management Pool (LAMP). The reported value of the pool is the same as the fair value of the pool shares.

Grants receivable:

Federal and State administered grants receivable consist of receivables for the reimbursement of expenditures under various programs and grants. All amounts are expected to be collected in full within the next year; therefore, no allowance for doubtful accounts has been established.

Short-term interfund receivables/payables:

During the course of operations, numerous transactions occur between individual funds for goods and 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.

Inventories:

Inventories in governmental funds consist of reclaimed asphalt pavement held for consumption stated on a first-in, first-out (FIFO) basis. They are reported at cost which is recorded as an expenditure at the time the inventory is used.

Capital assets and depreciation:

The accounting treatment over property, plant, and equipment (fixed assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-wide financial statements:

The Police Jury's property, equipment, and infrastructure with useful lives of more than one year are stated at historical costs and comprehensively reported in

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

the government-wide financial statements as capital assets. The Police Jury maintains a threshold level of \$1,000, or more for capitalizing capital assets. Donated assets are stated at fair value at the date donated. The Police Jury has no donated assets. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings and improvements	5 - 40 years
Machinery and equipment	5 - 15 years
Books and periodicals	6 years
Improvements, other than buildings	25 years
Infrastructure - roads and bridges	20 - 50 years

Fund financial statements:

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the government fund upon acquisition.

Deferred revenues:

Deferred revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met the liability for deferred revenues is removed and the revenues are recognized.

Long-term debt:

Government-wide financial statements:

In the government-wide financial statements, outstanding debt is reported as liabilities and bond issuance costs are capitalized. Bond issue costs are being amortized using the straight-line method over the life of the related bond issue, which is not materially different from the effective interest method.

Fund financial statements:

The governmental fund financial statements recognize the proceeds of debt as other financing sources of the current period. Issuance costs are reported as expenditures. For fund reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Issuance costs, even if withheld from the actual net bond proceeds received, are reported as debt service expenditures.

Fund equity:

In the fund financial statements, reservations of fund balance represent amounts that are not appropriable or legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The purpose for each is indicated by the account title on the face of the balance sheet.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Interfund transfers:

Quasi-external transactions are accounted for as revenues and expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. Legally authorized interfund transactions, except quasi-external transactions and reimbursements, are treated as operating transfers and are included in the results of operations.

Adoption of new accounting principles:

For the year ended December 31, 2003, the Police Jury implemented the following GASB standards: Statement No. 34 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*; Statement No. 37 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus*; Statement No. 38 - *Certain Financial Statement Note Disclosures*; and Interpretation No. 6 - *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*.

The implementation of GASB Statement No. 34 caused the opening fund balance at December 31, 2003, to be restated in terms of "net assets" as follows:

Total fund balances, December 31, 2002		\$22,494,941
Add: Cost of capital assets	\$40,053,725	
Less: Accumulated depreciation	<u>(12,898,016)</u>	27,155,709
Add: Bond issue costs	136,841	
Less: Accumulated amortization	<u>(28,805)</u>	108,036
Less: Accrued interest payable	(101,813)	
Bonds payable	(13,538,367)	
Compensated absences	(230,123)	
Landfill liability	<u>(2,523,947)</u>	<u>(16,394,250)</u>
Total net assets, December 31, 2002		<u>\$33,364,436</u>

Note 2. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and are due by December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year. Property tax revenues are recognized when levied to the extent that they result in current receivables.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

The Police Jury levies taxes at 18.04 mills per dollar of assessed valuation of property. For the year ended December 31, 2003, the assessed valuation of property amounted to \$169,703,460. A summary of tax millage dedication is as follows:

General tax	6.37 Mills
Road maintenance tax	3.18 Mills
Library maintenance tax	4.25 Mills
Health Unit maintenance tax	2.12 Mills
Cooperative Extension Facility tax	<u>2.12 Mills</u>
Total tax mills	<u>18.04 Mills</u>

Note 3. Cash and Investments

For reporting purposes, cash include demand deposits, interest-bearing demand deposits, and time deposits. Under State law, the Police Jury may invest in United States bonds, treasury notes or certificates, or time certificates of deposit of State banks having their principal office in the State of Louisiana, or any other federally insured investment. The Police Jury may also invest in shares of any homestead and building and loan association in any amount not exceeding the federally insured amount.

The amount of total bank balances is classified into three categories of credit risk:

1. Insured or collateralized with securities held by the government or by the government's agent in the government's name.
2. Collateralized with securities held by the pledging financial institution's trust department or government's agent in the government's name.
3. Uncollateralized, including amounts collateralized with securities held by the pledging institution or the pledging institution's trust department or agent, but not in the government's name.

At December 31, 2003, the carrying value of the Police Jury's cash deposits, including demand deposits and certificates of deposit, totaled \$15,633,271, and the bank balance totaled \$16,947,902. Of the bank balance, \$900,000, was covered by Federal Deposit Insurance Corporation (FDIC) coverage and \$15,433,942, was covered by collateral held by the custodial bank in the bank's name (Category 3) resulting in \$613,960, of unsecured deposits at year-end.

The Police Jury participates in the Louisiana Asset Management Pool (LAMP). The LAMP is an investment pool established as a cooperative endeavor to enable public entities of the State of Louisiana to aggregate funds for investment; the LAMP is not registered with the Securities and Exchange Commission (SEC) as an investment company. The LAMP is operated by a non-profit corporation, Louisiana Asset Management Pool, Inc., whose officers include the President, normally the Treasurer of the State of Louisiana, and a Secretary/Treasurer who is charged with the day-to-day operations of the program. LAMP, Inc. is governed by a Board of Directors consisting of nine to fourteen members elected each year by the participating entities.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

The LAMP is intended to improve administrative efficiency and increase investment yield of participating public entities. The LAMP's portfolio securities are valued at market value even though the amortized cost method is permitted by Rule 2a-7 of the Investment Company Act of 1940, as amended, which governs registered money market funds, although the LAMP is not a money market fund and has no obligation to conform to this rule. The investment objectives of LAMP are to preserve capital and protect principal, maintain sufficient liquidity, provide safety of funds and investments, and maximize the return on the pool. The LAMP seeks to maintain a stable net asset value of \$1.00 per unit, but there can be no assurance that the LAMP will be able to achieve this objective.

The dollar weighted average portfolio maturity at LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days. The LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by the LAMP and the fair value of the position of the pool is the same as the value of the pool shares.

The Police Jury has \$1,983,551, invested in LAMP as of December 31, 2003. Standard & Poor's AAAM rating on the Louisiana Asset Management Pool indicates that safety of invested principal is excellent and there is a superior capacity to maintain principal value and limit exposure to loss.

The Police Jury's investments are categorized as either (1) insured or registered for which the securities are held by the government or its agent in the government's name; (2) uninsured and unregistered for which the securities are held by the broker's or dealer's trust department or agent in the government's name; or (3) uninsured and unregistered for which the securities are held by the broker or dealer, or by its trust department or agent but not in the government's name. \$500,000 of the U.S. Government Agency Securities is covered by Securities Investor Protection Corporation (SIPC) coverage (Category 1) and the remaining balance of \$1,483,551, is considered Category 3.

	<u>Fair Value</u>
Investments held by broker-dealers:	
U.S. Government Agency Securities	\$ 2,601,605
Investment in Louisiana Asset Management Pool	<u>1,983,551</u>
Total investments held by broker-dealers	<u>\$ 4,585,156</u>

The net decrease in the fair value of investments totaled \$14,328, for the year ended December 31, 2003.

Note 4. Taxes Receivable

Taxes receivable at December 31, 2003, consisted of the following:

Ad valorem taxes receivable	\$ 2,533,278
Sales taxes receivable	<u>1,250,698</u>
Total taxes receivable	<u>\$ 3,783,976</u>

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Historically, virtually all ad valorem taxes receivable were collected since they are secured by property; therefore, no allowance for doubtful accounts has been established for ad valorem taxes.

Note 5. Due from Other Governmental Entities

Due from other governmental entities at December 31, 2003, consisted of the following:

State revenue sharing receivable	\$ 341,766
Civil defense program receivable	33,844
Department of Health and Hospitals grant receivable	4,013
FEMA reimbursements receivable	41,473
State reimbursements receivable	5,439
Video poker machine fees receivable	54,856
Parish transportation fund receivable	71,744
Office of Emergency Preparedness grants receivable	14,480
Enterprise Fund payments receivable	9,895
Total due from other governmental entities	<u>\$ 577,510</u>

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Note 6. Interfund Receivables and Payables

Interfund balances at December 31, 2003, consisted of the following individual fund receivables and payables:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds:		
General Fund	\$ 465,952	\$ 553,493
Parish Road Fund	169,374	146,849
Sales Tax Fund	456,816	272,192
1% Sales Tax District No. 2 Fund	184,010	-
Health Unit Maintenance Fund	18,475	190,814
Parish Road Construction Fund	175,000	122,729
Total major funds interfund balances	<u>\$1,469,627</u>	<u>\$1,286,077</u>
Nonmajor Funds:		
Library Maintenance Fund	\$ 5,168	\$ 43,392
Acadia Rice Arena Maintenance Fund	4,795	5,860
Cooperative Extension Facility Maintenance Fund	-	6,477
Industrial District No. I Maintenance Fund	-	5,984
Mosquito Control Sales Tax District No. 3 Fund	-	979
Sales Tax Road Bond Construction Fund	65,365	14,388
Sales Tax Road Bond Sinking Fund	9,616	125,000
Excess Revenue Bonds Sinking Fund	-	84,420
Paving Certificates, Series 1999 Sinking Fund	18,006	-
Total nonmajor funds interfund balances	<u>\$ 102,950</u>	<u>\$ 286,500</u>
Total interfund balances	<u>\$1,572,577</u>	<u>\$1,572,577</u>

All interfund balances resulted from the time lag between the dates that (1) reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Note 7. Capital Assets

A summary of changes in capital assets reported in the government-wide financial statements for the year ended December 31, 2003, is as follows:

<u>Governmental activities:</u>	<u>Beginning Balances</u>	<u>Acquisitions</u>	<u>Dispositions</u>	<u>Ending Balances</u>
Capital assets not being depreciated:				
Land	\$ 700,639	\$ -	\$ 2,770	\$ 697,869
Construction in progress	<u>754,653</u>	<u>79,910</u>	<u>784,788</u>	<u>49,775</u>
Total capital assets not being depreciated	<u>\$ 1,455,292</u>	<u>\$ 79,910</u>	<u>\$ 787,558</u>	<u>\$ 747,644</u>
Capital assets being depreciated:				
Buildings and improvements	\$ 7,946,715	\$ 895,534	\$ -	\$ 8,842,249
Machinery and equipment	4,312,501	936,935	253,220	4,996,216
Books and periodicals	1,394,472	72,048	-	1,466,520
Improvements, other than buildings	361,103	38,776	-	399,879
Roads and bridges	<u>24,583,642</u>	<u>79,950</u>	<u>-</u>	<u>24,663,592</u>
Total capital assets being depreciated	<u>\$38,598,433</u>	<u>\$ 2,023,243</u>	<u>\$ 253,220</u>	<u>\$40,368,456</u>
Less accumulated depreciation for:				
Buildings and improvements	\$ 2,704,085	\$ 228,299	\$ -	\$ 2,932,384
Machinery and equipment	2,617,004	434,422	189,281	2,862,145
Books and periodicals	1,183,981	70,583	-	1,254,564
Improvements, other than buildings	361,103	1,094	-	362,197
Roads and bridges	<u>6,031,843</u>	<u>980,606</u>	<u>-</u>	<u>7,012,449</u>
Total accumulated depreciation	<u>\$12,898,016</u>	<u>\$ 1,715,004</u>	<u>\$ 189,281</u>	<u>\$14,423,739</u>
Total capital assets being depreciated, net	<u>\$25,700,417</u>	<u>\$ 308,239</u>	<u>\$ 63,939</u>	<u>\$25,944,717</u>
Governmental activities capital assets, net	<u>\$27,155,709</u>	<u>\$ 388,149</u>	<u>\$ 851,497</u>	<u>\$26,692,361</u>

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Depreciation expense for the year ended December 31, 2003, was charged to governmental activities of the Police Jury as follows:

General government - judicial	\$ 28,367
General government - finance and administrative	6,217
General government - other general government	9,528
Public safety	19,149
Public works	1,164,084
Economic development and assistance	34,319
Health and welfare	218,964
Culture and recreation	234,376
Total depreciation expense	<u>\$ 1,715,004</u>

Note 8. Dedication of Sales Tax Proceeds

The proceeds of the 1% sales and use tax are accounted for in the Sales Tax Fund and are dedicated to the following purposes:

Paying the cost of constructing, acquiring, improving, maintaining, and operating solid waste collection and disposal facilities, including the payment of the cost of closing garbage dumps previously owned.

The proceeds of the 1997 1% sales and use tax are accounted for in the 1% Sales Tax District No. 2 Fund and are dedicated to the following purposes:

Repairing, constructing, improving, and maintaining Parish roads and bridges in the unincorporated areas of the Parish, including incidental drainage in connection therewith and acquiring equipment therefore.

Note 9. Operating Leases

The Police Jury leases property and buildings to various entities. These leases are either on a month-to-month basis with the option to cancel the lease available to both parties at any time without recourse or they expired during the fiscal year and were not renewed. Operating lease revenues for the year ended December 31, 2003, totaled \$234,748.

The Police Jury has entered into a number of operating leases which contain cancellation provisions and are subject to annual appropriations. These leases are for copy and postage machines and support governmental activities. Operating lease expenditures for the year ended December 31, 2003, totaled \$44,086.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Note 10. Long-Term Liabilities

A summary of changes in long-term liabilities reported in the government-wide financial statements for the year ended December 31, 2003, is as follows:

<u>Governmental Activities</u>	<u>Beginning Balances</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balances</u>	<u>Amount Due In One Year</u>
<u>Bonds payable:</u>					
Sales Tax Road Bonds, Series 1996	\$ 3,920,000	\$ -	\$ 340,000	\$ 3,580,000	\$ 360,000
Paving Certifi- cates, Series 1999	93,367	-	13,338	80,029	13,338
Certificates of Indebtedness, Series 1999	180,000	-	20,000	160,000	25,000
Certificates of Indebtedness, Series 2000	755,000	-	755,000	-	-
Sales Tax Road Bonds, Series 2001	4,685,000	-	225,000	4,460,000	240,000
Refunding Certificates, of Indebted- ness, Series 2002	3,905,000	-	405,000	3,500,000	826,000
Refunding Bonds, Series 2003	-	690,000	-	690,000	85,000
Total bonds payable	<u>\$13,538,367</u>	<u>\$ 690,000</u>	<u>\$ 1,758,338</u>	<u>\$12,470,029</u>	<u>\$ 1,549,338</u>
<u>Other liabilities:</u>					
Compensated absences	\$ 230,123	\$ 122,355	\$ 118,834	\$ 233,644	\$ 118,834
Landfill clos- ure and post- closure care costs liability	<u>2,523,947</u>	<u>1,435,410</u>	<u>-</u>	<u>3,959,357</u>	<u>-</u>
Total other liabilities	<u>\$ 2,754,070</u>	<u>\$ 1,557,765</u>	<u>\$ 118,834</u>	<u>\$ 4,193,001</u>	<u>\$ 118,834</u>
Total govern- mental act- ivities long-term liabilities	<u>\$16,292,437</u>	<u>\$ 2,247,765</u>	<u>\$ 1,877,172</u>	<u>\$16,663,030</u>	<u>\$ 1,668,172</u>

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

<u>Years Ending December 31st,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2004	\$ 1,549,338	\$ 548,677	\$ 2,098,015
2005	1,625,338	485,618	2,110,956
2006	1,700,338	416,259	2,116,597
2007	1,778,338	341,792	2,120,130
2008	908,338	281,079	1,189,417
2009-2013	3,593,339	751,846	4,345,185
2014-2016	<u>1,315,000</u>	<u>130,660</u>	<u>1,445,660</u>
Totals	<u>\$12,470,029</u>	<u>\$ 2,955,931</u>	<u>\$15,425,960</u>

Payments on bonds payable that pertain to the Police Jury's governmental activities are made by the applicable debt service funds.

Long-term bonds payable at December 31, 2003, consisted of the following:

\$5,600,000 Sales Tax Road Bonds, Series 1996 due in annual installments of \$240,000 to \$545,000, through November 1, 2011; at interest rates of 4.75% to 8.00% (to be retired from the proceeds of the 1% sales and use tax)	\$ 3,580,000
\$133,381 Paving Certificates, Series 1999 due in annual installments of \$13,338, through September 1, 2009; interest rate of 5.00% (to be retired from special assessments levied)	80,029
\$240,000 Certificates of Indebtedness, Series 1999 due in annual installments of \$20,000 to \$30,000, through December 1, 2009; interest rate of 5.00% (to be retired from excess annual revenues)	160,000
\$5,000,000 Sales Tax Road Bonds, Series 2001 due in annual installments of \$100,000 to \$460,000, through November 1, 2016; interest rates of 4.40% to 5.40% (to be retired from the proceeds of the 1% sales and use tax)	4,460,000
\$3,905,000 Refunding Certificates of Indebtedness, Series 2002 due in annual installments of \$405,000 to \$925,000, through May 1, 2007; interest rates of 2.10% to 3.85% (to be retired from the proceeds of the 1% sales and use tax)	3,500,000
\$690,000 Refunding Bonds, Series 2003 due in annual installments of \$85,000 to \$110,000, through March 10, 2010; interest rate of 3.40% (to be retired from the proceeds of ad valorem taxes)	<u>690,000</u>
Total long-term bonds payable	<u>\$12,470,029</u>

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Compensated absences payable have previously been liquidated by the following governmental funds: General Fund, Parish Road Fund, Library Maintenance Fund, Sales Tax Fund, and Health Unit Maintenance Fund.

At December 31, 2003, \$1,008,326, is available in the debt service funds to service various bonds and certificates outstanding.

The amount available in the Sales Tax Fund (special revenue fund) to service the Sales Tax Road Bonds, Series 1996 is \$1,300,580.

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance and flow of funds through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverages. The Police Jury is substantially in compliance with all such significant limitations and restrictions at December 31, 2003.

Note 11. Defeasance of Debt

In prior years, the Police Jury defeased various bond issues by creating separate irrevocable trust funds. New debt was issued and the proceeds used to purchase U.S. government securities that were placed in trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the financial statements. As of December 31, 2003, the amount of defeased debt outstanding but removed from the financial statements for these prior year defeasances amounted to \$5,050,000.

On May 1, 2003, the Police Jury issued \$690,000, of Refunding Bonds, Series 2003, with an interest rate 3.40% for the purpose of refunding \$680,000, of outstanding Certificates of Indebtedness, Series 2000, maturing March 1, 2004 to March 1, 2010, inclusive, bearing interest at 5.58% and paying the costs of issuance of the bonds. The proceeds (after payment of \$11,889, in issuance costs and fees) plus an additional \$11,152, of Sales Tax Bond Reserve Fund monies were deposited into an irrevocable trust with an escrow agent to defease the outstanding Certificates of Indebtedness, Series 2000. The Police Jury decreased its total debt service payments over four years by \$57,082, and obtained an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$51,483.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Note 12. Interfund Transfers

Interfund transfers for the year ended December 31, 2003, were as follows:

<u>Fund</u>	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
Major Funds:		
General Fund	\$ 109,272	\$ 29,000
Parish Road Fund	716,930	-
Sales Tax Fund	-	2,542,930
1% Sales Tax District No. 2 Fund	2,209	1,615,000
Parish Road Construction Fund	<u>2,167,958</u>	<u>1,052,209</u>
Total major funds interfund transfers	<u>\$2,996,369</u>	<u>\$5,239,139</u>
Nonmajor Funds:		
Library Maintenance Fund	\$ 8,663	\$ -
Acadia Rice Arena Maintenance Fund	-	115,037
Cooperative Extension Facility Maintenance Fund	-	15,000
Industrial District No. I Maintenance Fund	468	96,163
Industrial District No. II Maintenance Fund	-	10,208
Tourist Commission Construction Fund	-	1,337
Sales Tax Road Bond Construction Fund	146,622	-
Bayou Cove Road Improvements Escrow Fund	-	146,622
Acadia Rice Arena Construction Fund	15,000	-
Library Fund	-	8,663
Certificates of Indebtedness, Series 1992 Sinking Fund	-	2,032
Sales Tax Road Bond Sinking Fund	1,000,000	-
Excess Revenue Bonds Sinking Fund	965,000	4,958
Sales Tax Bond Sinking Fund	363,000	-
Excess Revenue Debt Sinking Fund	29,000	-
Certificates of Indebtedness, Series 2000 Sinking Fund	<u>115,037</u>	<u>-</u>
Total nonmajor funds interfund transfers	<u>\$2,642,790</u>	<u>\$ 400,020</u>
Total interfund transfers	<u>\$5,639,159</u>	<u>\$5,639,159</u>

ACADIA PARISH POLICE JURY

NOTES TO FINANCIAL STATEMENTS

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. In addition, the Police Jury transferred the residual equity of \$8,663, of the Library Fund to the Library Maintenance Fund; \$2,032, of the Certificates of Indebtedness, Series 1992 Sinking Fund to the General Fund; (\$363,000), of the Sales Tax Bond Sinking Fund to the Sales Tax Fund; \$1,337, of the Tourist Commission Construction Fund to the General Fund; \$146,622, of the Bayou Cove Road Improvements Escrow Fund to the Sales Tax Road Bond Construction Fund; (\$15,000), of the Acadia Rice Arena Construction Fund to the Cooperative Extension Facility Maintenance Fund; \$9,740 and \$468, of the Industrial District No. II Maintenance Fund to the General Fund and Industrial District No. I Maintenance Fund, respectively; and (\$163,000), \$2,209, and (\$4,958), of the Parish Road Construction Fund to the Sales Tax Fund, 1% Sales Tax District No. 2 Fund, and Excess Revenue Bonds Sinking Fund, respectively. The above nonroutine transfers were made to close out funds no longer active or required by the Police Jury.

ACADIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS

Note 13. Intergovernmental Revenues

Intergovernmental revenues for the year ended December 31, 2003, were as follows:

	General Fund	Major Parish Road Fund	Sales Tax Fund
State rural development grants	\$ 11,350	\$ -	\$ -
Emergency Shelter Grants	20,938	-	-
Federal aviation grant	41,535	-	-
Department of Transportation and Development grant	-	-	-
Community Development Block grant	-	-	-
State revenue sharing	89,152	84,117	-
Civil defense program	30,443	-	-
Department of Health and Hospitals grant	-	-	15,627
FEMA reimbursements (Hurricane Lili)	-	-	2,328
State reimbursements (Hurricane Lil)	-	-	-
State library grant	-	-	-
State donation of RAP	-	6,000	-
Alcoholic beverage tax	11,899	-	-
Severance tax	750,033	-	-
Severance/timber tax	281,152	-	-
Video poker machine fees	304,906	-	-
Fire insurance premium	144,695	-	-
Royalty road fund	-	8,326	-
Parish transportation fund	-	454,912	-
Office of Emergency Preparedness grants	190,356	-	-
Payment in lieu of taxes - District Attorney	12,000	-	-
Enterprise Fund payments	53,644	-	-
Total intergovernmental revenues	<u>\$ 1,942,103</u>	<u>\$ 553,355</u>	<u>\$ 17,955</u>

<u>Funds</u>	<u>Nonmajor Funds</u>	
Health Unit Maintenance Fund	Library Maintenance Fund	L.C.D.B.G. FY 2001 - Streets Fund
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
56,078	112,418	1,800
-	-	-
52,310	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>\$ 108,388</u>	<u>\$ 112,418</u>	<u>\$ 1,800</u>

ACADIA PARISH POLICE JURY

NOTES TO FINANCIAL STATEMENTS

Note 14. Fund Equity

At December 31, 2003, there are accumulated deficit fund equity balances in the Mosquito Control Sales Tax District No. 3 Fund (special revenue fund) and Sales Tax Road Bond Sinking Fund (debt service fund) of \$979 and \$79,606, respectively. The Police Jury plans to eliminate these deficits through excess annual revenues and appropriations from other funds.

Note 15. Retirement

Parochial Employees' Retirement System

Plan description:

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

All permanent employees working at least 28 hours per week who are paid wholly or in part by the Police Jury and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final compensation multiplied by the employee's years of creditable service. However, for those employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to 1% of final compensation, plus \$24, for each year of service credited prior to January 1, 1980, and 3% of final compensation for each year of service credited after January 1, 1980. Final compensation is the employee's monthly earnings during the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated previously and who do not withdraw their employee contributions, may retire at the ages specified previously and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by State statute.

The Parochial Employees' Retirement System issues a publicly available report that includes financial statements and required supplemental information. That report may be obtained by writing to Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619.

ACADIA PARISH POLICE JURY

NOTES TO FINANCIAL STATEMENTS

Funding policy:

Contributions to the System include $\frac{1}{4}$ of 1% of the amount of the tax shown to be collectible by the tax roll of Acadia Parish. These tax dollars are divided between Plans A and B, based proportionately on the salaries of the active members of each Plan.

Under Plan A, members are required by State statute to contribute 9.50% of their annual covered salary and the Police Jury is required to contribute at an actuarially determined rate. The current employer contribution rate is 7.75% of annual covered payroll. The contribution requirements of Plan members and the Police Jury are established and may be amended by the System's Board of Trustees. The Police Jury's contributions to the System under Plan A for the years ended December 31, 2003, 2002, and 2001, were \$145,558, \$135,171, and \$127,231, respectively, equal to the required contributions for each year.

Note 16. Compensated Absences

Substantially all employees of the Police Jury earn from 5 to 20 days vacation leave each year, depending on length of service. Vacation leave that is not taken is automatically converted into sick leave at the end of each year. Upon voluntary resignation or retirement, an employee may be compensated for accumulated vacation leave not to exceed 20 days.

Sick leave is credited to permanent full-time employees at the rate of one day for each month of continuous employment. Permanent part-time employees accumulate sick leave on a pro-rata basis. Sick leave can be accumulated without limitation. Upon voluntary resignation or retirement, an employee may be compensated for accumulated sick leave not to exceed 60 days.

In the government-wide financial statements, the Police Jury accrues accumulated unpaid sick leave and associated related costs when earned (or estimated to be earned) by the employee. The current portion is estimated based on prior experience; the remainder is reported as non-current. In accordance with GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, no compensated absences liability is recorded in the governmental fund financial statements.

Note 17. Insurance Risk

The Police Jury is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. As of December 31, 2003, the Police Jury did not have general liability or property insurance.

ACADIA PARISH POLICE JURY

NOTES TO FINANCIAL STATEMENTS

Note 18. Litigation

The Police Jury is a defendant in various lawsuits wherein substantial amounts are claimed. Management and counsel for the Acadia Parish Police Jury are unable to reasonably estimate at this time the amount of liability which may be incurred if adverse decisions are rendered. However, in the opinion of the Police Jury's attorneys, any judgments rendered in the favor of the plaintiff or payments resulting from compromise settlements, if any, will be within the limits of the various insurance coverages carried by the Police Jury.

The Louisiana Constitution prohibits seizures of a political subdivision's property and provides that no judgment against such a body can be paid until funds are appropriated for that purpose. The Police Jury's legal counsel expects the Court to limit the scope of the plaintiff's inquiry into the Parish's finances.

Note 19. Acadia Parish Solid Waste Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require that the Police Jury place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. In addition to operating expenses relating to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the landfill no longer accepts waste. The operating expenses related to current activities of the landfill are accounted for in a governmental fund. The recognition of these landfill closure and postclosure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and postclosure care costs is \$3,959,357, as of December 31, 2003, which represents the cumulative amount reported to date based on 24.28% usage (filled) of the landfill. It is estimated that an additional \$12,349,643, will be recognized as closure and postclosure care costs between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2059), which represents an estimated remaining life of 57 years. The estimated total current cost of the landfill closure and postclosure care of \$16,309,000, is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2003. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

ACADIA PARISH POLICE JURY

NOTES TO FINANCIAL STATEMENTS

Note 20. Commitments

As of December 31, 2003, the Police Jury had entered into contracts for construction as follows:

<u>Project</u>	<u>Contract Amount</u>	<u>Expended to Date</u>	<u>Remaining Commitment</u>
Croughan Road Bridge Repairs	\$ 43,361	\$ -	\$ 43,361
Legros Memorial Airport Taxiways - Engineering Fees	57,275	49,775	7,500
Legros Memorial Airport Taxiways	166,954	-	166,954
Totals	<u>\$ 267,590</u>	<u>\$ 49,775</u>	<u>\$ 217,815</u>

Note 21. Federal and State Grants

In the normal course of operations, the Police Jury receives grant funds from various Federal and State agencies. The grant programs are subject to audits by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as a result of these audits is not believed to be material.

In March 2003, the Police Jury was awarded a Rural Development Grant from the State of Louisiana, Governor's Office of Rural Development totaling \$148,850, to be used for improving Marrow/Indigo Road for one mile north of Crowley. Subsequent to year-end, the Police Jury received approval for an extension of this project to May 2005; therefore, these funds will be received and expended in later fiscal years.

In March 2003, the Police Jury was awarded a Rural Development Grant from the State of Louisiana, Governor's Office of Rural Development totaling \$87,015, to be used to purchase materials to repair the 10 span bridge crossing Bayou Plaquemine at Morrow/Indigo Road. Subsequent to year-end, the Police Jury received approval for an extension of this project to May 2005; therefore, these funds will be received and expended in later fiscal years.

In April 2003, the Police Jury was awarded a Hazard Mitigation Grant from the State of Louisiana, Office of Emergency Preparedness totaling \$93,400, to be used for retrofitting of the courthouse and generator switching mechanism. These funds will be received and expended in later fiscal years.

In fiscal year 2003, the Police Jury was awarded \$386,885, in State Homeland Security Grant funding from the State of Louisiana, Military Department, Office of Homeland Security and Emergency Preparedness. These funds will be received and expended in later fiscal years.

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REQUIRED SUPPLEMENTAL INFORMATION

Budgetary Comparison Schedules

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BUDGETARY COMPARISON SCHEDULES

GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS WITH LEGALLY ADOPTED BUDGETS

GENERAL FUND - To account for all financial resources traditionally associated with governments which are not required to be accounted for in another fund.

MAJOR SPECIAL REVENUE FUNDS - To account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

PARISH ROAD FUND - to account for costs associated with constructing and maintaining the road system within Acadia Parish.

SALES TAX FUND - to account for the collection and disbursement of the Police Jury's 1% parishwide sales and use tax levied which is dedicated to covering the costs of constructing, acquiring, improving, maintaining, and operating solid waste collection and disposal facilities.

1% SALES TAX DISTRICT NO. 2 FUND - to account for the collection and disbursement of the Police Jury's 1% sales and use tax levied which is dedicated to covering the costs of repairing, constructing, improving, and maintaining roads and bridges in the unincorporated areas of Acadia Parish.

HEALTH UNIT MAINTENANCE FUND - to account for the maintenance of health units that provide health and welfare services to the citizens of Acadia Parish.

ACADIA PARISH POLICE JURY
GENERAL FUND

BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2003

	Budgeted Amounts		Actual Amounts	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Ad valorem	\$ 585,000	\$ 585,000	\$ 575,931	\$ (9,069)
Franchise	65,000	79,448	79,448	-
Total taxes	\$ 650,000	\$ 664,448	\$ 655,379	\$ (9,069)
Intergovernmental:				
State rural development grants	\$ -	\$ 19,564	\$ 11,350	\$ (8,214)
Emergency Shelter Grants	16,200	20,937	20,938	1
Federal aviation grant	-	9,990	41,535	31,545
State revenue sharing	87,000	58,823	89,152	30,329
Civil defense program	15,500	30,442	30,443	1
Alcoholic beverage tax	11,000	11,899	11,899	-
Severance tax	750,000	750,000	750,033	33
Severance/timber tax	50,000	322,000	281,152	(40,848)
Video poker machine fees	256,000	276,000	304,906	28,906
Fire insurance premium	120,900	144,694	144,695	1
Office of Emergency Preparedness Grants	-	28,125	190,356	162,231
Payment in lieu of taxes - District Attorney	12,000	12,000	12,000	-
State aid local education District Attorney - assistance grant	2,000	-	-	-
Enterprise Fund payments	19,690	-	-	-
	30,000	92,937	53,644	(39,293)
Total intergovernmental	\$ 1,370,290	\$ 1,777,411	\$ 1,942,103	\$ 164,692
Charges for services	\$ 175,064	\$ 175,064	\$ 175,064	\$ -
Licenses and permits	\$ 335,260	\$ 273,586	\$ 382,041	\$ 108,455
Fines and charges	\$ 72,000	\$ 56,698	\$ 63,758	\$ 7,060
Investment income	\$ 81,000	\$ 81,000	\$ 44,562	\$ (36,438)
Miscellaneous:				
Rents	\$ 64,979	\$ 65,179	\$ 63,148	\$ (2,031)
Other	1,810	7,668	7,741	73
Total miscellaneous	\$ 66,789	\$ 72,847	\$ 70,889	\$ (1,958)
Total revenues (forward)	\$ 2,750,403	\$ 3,101,054	\$ 3,333,796	\$ 232,742

ACADIA PARISH POLICE JURY
GENERAL FUND

BUDGETARY COMPARISON SCHEDULE (CONTINUED)
Year Ended December 31, 2003

	Budgeted Amounts		Actual Amounts	Variance With Final Budget- Positive (Negative)
	Original	Final		
Total revenues (forwarded)	\$ 2,750,403	\$ 3,101,054	\$ 3,333,796	\$ 232,742
Expenditures:				
Current:				
General government:				
Legislative	\$ 201,786	\$ 194,789	\$ 204,876	\$ (10,087)
Judicial	851,574	927,178	895,610	31,568
Elections	57,576	118,532	81,420	37,112
Finance and administrative	345,544	350,079	363,203	(13,124)
Other general government	523,116	384,482	363,458	21,024
Total general government	\$ 1,979,596	\$ 1,975,060	\$ 1,908,567	\$ 66,493
Public safety	\$ 584,317	\$ 665,785	\$ 659,851	\$ 5,934
Economic development and assistance	\$ 39,966	\$ 91,109	\$ 69,967	\$ 21,142
Health and welfare	\$ 16,400	\$ 20,133	\$ 20,938	\$ (805)
Capital outlay	\$ 137,900	\$ 269,204	\$ 225,978	\$ 43,226
Intergovernmental:				
Transfers to subrecipients:				
State rural development grants	\$ -	\$ 19,564	\$ 11,350	\$ 8,214
Emergency preparedness grants	-	-	147,751	(147,751)
Total intergovernmental	\$ -	\$ 19,564	\$ 159,101	\$ (139,537)
Total expenditures	\$ 2,758,179	\$ 3,040,855	\$ 3,044,402	\$ (3,547)
Excess (deficiency) of revenues over expenditures	\$ (7,776)	\$ 60,199	\$ 289,394	\$ 229,195
Other financing sources (uses):				
Operating transfers in	\$ -	\$ 17,552	\$ 109,272	\$ 91,720
Operating transfers out	-	(29,000)	(29,000)	-
Total other financing sources (uses)	\$ -	\$ (11,448)	\$ 80,272	\$ 91,720
Net change in fund balance	\$ (7,776)	\$ 48,751	\$ 369,666	\$ 320,915
Fund balance, beginning	2,369,188	2,369,188	2,369,188	-
Fund balance, ending	\$ 2,361,412	\$ 2,417,939	\$ 2,738,854	\$ 320,915

ACADIA PARISH POLICE JURY
PARISH ROAD FUND

BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2003

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 511,000	\$ 511,000	\$ 517,777	\$ 6,777
Intergovernmental	583,500	548,208	553,355	5,147
Licenses and permits	6,000	2,154	2,154	-
Investment income	11,500	9,640	9,506	(134)
Miscellaneous	8,000	8,000	13,504	5,504
Total revenues	<u>\$ 1,120,000</u>	<u>\$ 1,079,002</u>	<u>\$ 1,096,296</u>	<u>\$ 17,294</u>
Expenditures:				
Current:				
Public works	\$ 1,765,052	\$ 1,765,052	\$ 1,706,255	\$ 58,797
Capital outlay	2,000	12,454	14,731	(2,277)
Total expenditures	<u>\$ 1,767,052</u>	<u>\$ 1,777,506</u>	<u>\$ 1,720,986</u>	<u>\$ 56,520</u>
Deficiency of revenues over expenditures	<u>\$ (647,052)</u>	<u>\$ (698,504)</u>	<u>\$ (624,690)</u>	<u>\$ 73,814</u>
Other financing sources:				
Operating transfers in	\$ 700,000	\$ 736,308	\$ 716,930	\$ (19,378)
Proceeds from the sale of fixed assets	-	3,630	3,630	-
Total other financing sources	<u>\$ 700,000</u>	<u>\$ 739,938</u>	<u>\$ 720,560</u>	<u>\$ (19,378)</u>
Net change in fund balance	<u>\$ 52,948</u>	<u>\$ 41,434</u>	<u>\$ 95,870</u>	<u>\$ 54,436</u>
Fund balance, beginning	<u>1,162,340</u>	<u>1,162,340</u>	<u>1,162,340</u>	<u>-</u>
Fund balance, ending	<u><u>\$ 1,215,288</u></u>	<u><u>\$ 1,203,774</u></u>	<u><u>\$ 1,258,210</u></u>	<u><u>\$ 54,436</u></u>

ACADIA PARISH POLICE JURY
SALES TAX FUND

BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2003

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 4,800,000	\$ 5,200,000	\$ 5,786,219	\$ 586,219
Intergovernmental	-	1,429,963	17,955	(1,412,008)
Investment income	302,100	206,324	199,774	(6,550)
Miscellaneous	3,000	8,476	8,477	1
Total revenues	<u>\$ 5,105,100</u>	<u>\$ 6,844,763</u>	<u>\$ 6,012,425</u>	<u>\$ (832,338)</u>
Expenditures:				
Current:				
Public works	\$ 100,030	\$ 587,817	\$ 144,513	\$ 443,304
Health and welfare	2,714,383	2,633,662	2,478,680	154,982
Capital outlay	1,530,000	599,922	458,439	141,483
Total expenditures	<u>\$ 4,344,413</u>	<u>\$ 3,821,401</u>	<u>\$ 3,081,632</u>	<u>\$ 739,769</u>
Excess of revenues over expenditures	<u>\$ 760,687</u>	<u>\$ 3,023,362</u>	<u>\$ 2,930,793</u>	<u>\$ (92,569)</u>
Other financing uses:				
Operating transfers out	(2,000,000)	(2,040,752)	(2,542,930)	(502,178)
Net change in fund balance	<u>\$(1,239,313)</u>	<u>\$ 982,610</u>	<u>\$ 387,863</u>	<u>\$ (594,747)</u>
Fund balance, beginning	<u>10,779,675</u>	<u>10,779,675</u>	<u>10,779,675</u>	<u>-</u>
Fund balance, ending	<u>\$ 9,540,362</u>	<u>\$11,762,285</u>	<u>\$11,167,538</u>	<u>\$ (594,747)</u>

ACADIA PARISH POLICE JURY
1% SALES TAX DISTRICT NO. 2 FUND

BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2003

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 1,900,000	\$ 3,014,400	\$ 2,157,244	\$ (857,156)
Investment income	81,000	7,600	7,583	(17)
Total revenues	\$ 1,981,000	\$ 3,022,000	\$ 2,164,827	\$ (857,173)
Expenditures:				
Current:				
Health and welfare	\$ 105,645	\$ 138,805	\$ 85,182	\$ 53,623
Capital outlay	260,000	353,804	297,547	56,257
Total expenditures	\$ 365,645	\$ 492,609	\$ 382,729	\$ 109,880
Excess of revenues over expenditures	\$ 1,615,355	\$ 2,529,391	\$ 1,782,098	\$ (747,293)
Other financing sources (uses):				
Operating transfers in	\$ -	\$ -	\$ 2,209	\$ 2,209
Operating transfers out	(1,615,000)	(1,615,000)	(1,615,000)	-
Total other financing sources (uses)	\$(1,615,000)	\$(1,615,000)	\$(1,612,791)	\$ 2,209
Net change in fund balance	\$ 355	\$ 914,391	\$ 169,307	\$ (745,084)
Fund balance, beginning	1,938,121	1,938,121	1,938,121	-
Fund balance, ending	\$ 1,938,476	\$ 2,852,512	\$ 2,107,428	\$ (745,084)

ACADIA PARISH POLICE JURY
HEALTH UNIT MAINTENANCE FUND

BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2003

	Budgeted Amounts		Actual Amounts	Variance With Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 349,000	\$ 349,000	\$ 342,160	\$ (6,840)
Intergovernmental	88,000	85,450	108,388	22,938
Investment income	55,100	46,100	42,526	(3,574)
Miscellaneous	8,600	17,050	6,713	(10,337)
Total revenues	\$ 500,700	\$ 497,600	\$ 499,787	\$ 2,187
Expenditures:				
Current:				
Health and welfare	\$ 532,620	\$ 550,691	\$ 563,512	\$ (12,821)
Capital outlay	18,000	45,570	37,587	7,983
Total expenditures	\$ 550,620	\$ 596,261	\$ 601,099	\$ (4,838)
Net change in fund balance	\$ (49,920)	\$ (98,661)	\$ (101,312)	\$ (2,651)
Fund balance, beginning	1,720,546	1,720,546	1,720,546	-
Fund balance, ending	\$ 1,670,626	\$ 1,621,885	\$ 1,619,234	\$ (2,651)

ACADIA PARISH POLICE JURY

NOTES TO BUDGETARY COMPARISION SCHEDULES

Budgets and budgetary accounting:

The Police Jury follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to November 1, the department heads submit to the Police Jury a proposed operating budget for the ensuing fiscal year. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. The budget is then legally enacted through passage of a resolution.
4. An amendment involving the transfer of monies from one department to another or from one program or function to another or any other increases in expenditures exceeding amounts estimated must be approved by the Police Jury.
5. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
6. The budget is employed as a management control device during the year that assists its users in financial activity analysis.

All budget appropriations lapse at year end. The budgets presented are the originally adopted budget and the final amended budget. Actual amounts may not vary more than 5% from the final amended budget at the individual fund level. For the year ended December 31, 2003, actual revenues failed to meet budgeted revenues by more than 5% in the Sales Tax Fund and 1% Sales Tax District No. 2 Fund.

The following individual major fund had actual expenditures that exceeded budgeted expenditures for the year ended December 31, 2003:

<u>Fund</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund	\$2,758,179	\$3,040,855	\$3,044,402	\$ 3,547

OTHER SUPPLEMENTAL INFORMATION

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COMBINING NONMAJOR GOVERNMENTAL FUND FINANCIAL STATEMENTS
(BY TYPE)

ACADIA PARISH POLICE JURY

COMBINING BALANCE SHEET -
ALL NONMAJOR GOVERNMENTAL FUNDS, BY FUND TYPE
December 31, 2003

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash	\$ 608,687	\$ 152,918	\$ 914,609	\$ 1,676,214
Investments	1,795,025	-	199,489	1,994,514
Accrued interest receivable	11,267	-	356	11,623
Taxes receivable	1,038,816	-	-	1,038,816
Special assessments receivable	-	-	16,966	16,966
Due from other governmental entities	112,419	-	-	112,419
Due from other funds	9,963	65,365	27,622	102,950
Total assets	\$ 3,576,177	\$ 218,283	\$ 1,159,042	\$ 4,953,502
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 36,434	\$ -	\$ -	\$ 36,434
Deferred revenue	-	-	16,213	16,213
Due to other funds	62,692	14,388	209,420	286,500
Total liabilities	\$ 99,126	\$ 14,388	\$ 225,633	\$ 339,147
FUND BALANCES				
Reserved for debt retirement	\$ -	\$ -	\$ 1,008,326	\$ 1,008,326
Reserved for incomplete projects	65,803	43,361	-	109,164
Unreserved-undesignated (deficit)	3,411,248	160,534	(74,917)	3,496,865
Total fund balances	\$ 3,477,051	\$ 203,895	\$ 933,409	\$ 4,614,355
Total liabilities and fund balances	\$ 3,576,177	\$ 218,283	\$ 1,159,042	\$ 4,953,502

ACADIA PARISH POLICE JURY

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES -
ALL NONMAJOR GOVERNMENTAL FUNDS, BY FUND TYPE
Year Ended December 31, 2003

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 1,040,199	\$ -	\$ -	\$ 1,040,199
Intergovernmental	112,418	1,800	-	114,218
Charges for services	39,348	-	-	39,348
Fines and charges	3,353	-	-	3,353
Special assessments	-	-	2,209	2,209
Investment income	60,316	3,778	9,211	73,305
Miscellaneous	175,441	-	1,247	176,688
Total revenues	\$ 1,431,075	\$ 5,578	\$ 12,667	\$ 1,449,320
Expenditures:				
Current:				
General government	\$ -	\$ 2,369	\$ 1,047	\$ 3,416
Public works	-	442,662	-	442,662
Economic development and assistance	167,943	-	-	167,943
Health and welfare	979	-	-	979
Culture and recreation	816,523	-	-	816,523
Capital outlay	164,133	-	-	164,133
Debt service:				
Principal retirement	-	-	1,078,338	1,078,338
Interest coupons paid	-	-	608,819	608,819
Paying agent and trustee fees	-	-	15,273	15,273
Total expenditures	\$ 1,149,578	\$ 445,031	\$ 1,703,477	\$ 3,298,086
Excess (deficiency) of revenues over expenditures	\$ 281,497	\$ (439,453)	\$ (1,690,810)	\$ (1,848,766)
Other financing sources (uses):				
Operating transfers in	\$ 9,131	\$ 161,622	\$ 2,472,037	\$ 2,642,790
Operating transfers out	(236,408)	(147,959)	(15,653)	(400,020)
Proceeds from the sale of fixed assets	17,365	-	-	17,365
Proceeds from the sale of refunding bonds	-	-	690,000	690,000
Payments to refunded bond escrow agent	-	-	(680,000)	(680,000)
Total other financing sources (uses)	\$ (209,912)	\$ 13,663	\$ 2,466,384	\$ 2,270,135
Net change in fund balances	\$ 71,585	\$ (425,790)	\$ 775,574	\$ 421,369
Fund balances, beginning	3,405,466	629,685	157,835	4,192,986
Fund balances, ending	\$ 3,477,051	\$ 203,895	\$ 933,409	\$ 4,614,355

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NONMAJOR SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

LIBRARY MAINTENANCE FUND - to account for the maintenance of libraries within Acadia Parish.

LEGROS MEMORIAL AIRPORT FUND - to account for the maintenance and operation of the LeGros Memorial Airport.

ACADIA RICE ARENA MAINTENANCE FUND - to account for the maintenance and operation of the Acadia Rice Arena.

COOPERATIVE EXTENSION FACILITY MAINTENANCE FUND - to account for the maintenance of the Cooperative Extension Facility.

INDUSTRIAL DISTRICT NO. I MAINTENANCE FUND - to account for the maintenance, operation, and economic development of Industrial District No. I.

INDUSTRIAL DISTRICT NO. II MAINTENANCE FUND - to account for the maintenance and operation of Industrial District No. II.

MOSQUITO CONTROL SALES TAX DISTRICT NO. 3 FUND - to account for the collection and disbursement of the Police Jury's $\frac{1}{4}\%$ sales and use tax levied that is dedicated to the mosquito abatement program.

ACADIA PARISH POLICE JURY

COMBINING BALANCE SHEET -
ALL NONMAJOR SPECIAL REVENUE FUNDS
December 31, 2003

	Library Maintenance Fund	Legros Memorial Airport Fund	Acadia Rice Arena Maintenance Fund	Cooperative Extension Facility Maintenance Fund
ASSETS				
Cash	\$ 232,350	\$ 622	\$ 72,415	\$ 182,454
Investments	706,343	65,000	-	200,000
Accrued interest receivable	4,539	181	-	1,673
Taxes receivable	685,924	-	176,446	176,446
Due from other governmental entities	112,419	-	-	-
Due from other funds	5,168	-	4,795	-
Total assets	\$ 1,746,743	\$ 65,803	\$ 253,656	\$ 560,573
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 24,308	\$ -	\$ 6,063	\$ 6,063
Due to other funds	43,392	-	5,860	6,477
Total liabilities	\$ 67,700	\$ -	\$ 11,923	\$ 12,540
FUND BALANCES				
Reserved for incomplete contracts	\$ -	\$ 65,803	\$ -	\$ -
Unreserved-undesignated (deficit)	1,679,043	-	241,733	548,033
Total fund balances	\$ 1,679,043	\$ 65,803	\$ 241,733	\$ 548,033
Total liabilities and fund balances	\$ 1,746,743	\$ 65,803	\$ 253,656	\$ 560,573

<u>Industrial District No. I Maintenance Fund</u>	<u>Industrial District No. II Maintenance Fund</u>	<u>Mosquito Control Sales Tax District No. 3 Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 120,846	\$ -	\$ -	\$ 608,687
823,682	-	-	1,795,025
4,874	-	-	11,267
-	-	-	1,038,816
-	-	-	112,419
-	-	-	9,963
<u>\$ 949,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,576,177</u>
\$ -	\$ -	\$ -	\$ 36,434
5,984	-	979	62,692
<u>\$ 5,984</u>	<u>\$ -</u>	<u>\$ 979</u>	<u>\$ 99,126</u>
\$ -	\$ -	\$ -	\$ 65,803
943,418	-	(979)	3,411,248
<u>\$ 943,418</u>	<u>\$ -</u>	<u>\$ (979)</u>	<u>\$ 3,477,051</u>
<u>\$ 949,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,576,177</u>

ACADIA PARISH POLICE JURY

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES -
ALL NONMAJOR SPECIAL REVENUE FUNDS
Year Ended December 31, 2003

	Library Maintenance Fund	Legros Memorial Airport Fund	Acadia Rice Arena Maintenance Fund	Cooperative Extension Facility Maintenance Fund
Revenues:				
Taxes	\$ 695,023	\$ -	\$ 172,588	\$ 172,588
Intergovernmental	112,418	-	-	-
Charges for services	9,538	-	24,491	-
Fines and charges	3,353	-	-	-
Investment income	23,508	1,226	501	5,824
Building lease	-	-	-	-
Miscellaneous	3,783	-	-	-
Total revenues	\$ 847,623	\$ 1,226	\$ 197,580	\$ 178,412
Expenditures:				
Current:				
Economic development and assistance	\$ -	\$ -	\$ -	\$ 77,087
Health and welfare	-	-	-	-
Culture and recreation	760,831	-	55,692	-
Capital outlay	83,252	-	8,352	27,674
Total expenditures	\$ 844,083	\$ -	\$ 64,044	\$ 104,761
Excess (deficiency) of revenues over expenditures	\$ 3,540	\$ 1,226	\$ 133,536	\$ 73,651
Other financing sources (uses):				
Operating transfers in	\$ 8,663	\$ -	\$ -	\$ -
Operating transfers out	-	-	(115,037)	(15,000)
Proceeds from the sale of fixed assets	-	-	-	-
Total other financing sources (uses)	\$ 8,663	\$ -	\$ (115,037)	\$ (15,000)
Net change in fund balances	\$ 12,203	\$ 1,226	\$ 18,499	\$ 58,651
Fund balances, beginning	1,666,840	64,577	223,234	489,382
Fund balances (deficit), ending	\$ 1,679,043	\$ 65,803	\$ 241,733	\$ 548,033

Industrial District No. I Maintenance Fund	Industrial District No. II Maintenance Fund	Mosquito Control Sales Tax District No. 3 Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ 1,040,199
-	-	-	112,418
5,319	-	-	39,348
-	-	-	3,353
29,068	189	-	60,316
171,600	-	-	171,600
58	-	-	3,841
<u>\$ 206,045</u>	<u>\$ 189</u>	<u>\$ -</u>	<u>\$ 1,431,075</u>
\$ 90,856	\$ -	\$ -	\$ 167,943
-	-	979	979
-	-	-	816,523
44,855	-	-	164,133
<u>\$ 135,711</u>	<u>\$ -</u>	<u>\$ 979</u>	<u>\$ 1,149,578</u>
\$ 70,334	\$ 189	\$ (979)	\$ 281,497
\$ 468	\$ -	\$ -	\$ 9,131
(96,163)	(10,208)	-	(236,408)
17,365	-	-	17,365
<u>\$ (78,330)</u>	<u>\$ (10,208)</u>	<u>\$ -</u>	<u>\$ (209,912)</u>
\$ (7,996)	\$ (10,019)	\$ (979)	\$ 71,585
951,414	10,019	-	3,405,466
<u>\$ 943,418</u>	<u>\$ -</u>	<u>\$ (979)</u>	<u>\$ 3,477,051</u>

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NONMAJOR CAPITAL PROJECTS FUNDS

To account for financial resources received and used for the acquisition, construction, or improvement of major capital facilities.

TOURIST COMMISSION CONSTRUCTION FUND - to account for a portion of the cost of constructing a public building for use by the Acadia Parish Convention and Visitors Commission.

SALES TAX ROAD BOND CONSTRUCTION FUND - to account for costs associated with constructing and improving roads within Acadia Parish.

BAYOU COVE ROAD IMPROVEMENTS ESCROW FUND - to account for costs associated with overlaying one mile of Bergeaux Road between Louisiana Highway 97 and Riverside Road.

ACADIA RICE ARENA CONSTRUCTION FUND - to account for the cost of constructing improvements to the Acadia Rice Arena.

LOUISIANA COMMUNITY DEVELOPMENT BLOCK GRANT (L.C.D.B.G.) FY 2001 - STREETS FUND - to account for the collection and disbursement of grant funds used for street improvements.

ACADIA PARISH POLICE JURY

COMBINING BALANCE SHEET -
ALL NONMAJOR CAPITAL PROJECTS FUNDS
December 31, 2003

	Tourist Commission Construction Fund	Sales Tax Road Bond Construction Fund	Bayou Cove Road Improvements Escrow Fund
ASSETS			
Cash	\$ -	\$ 152,918	\$ -
Due from other funds	-	65,365	-
	<hr/>	<hr/>	<hr/>
Total assets	\$ -	\$ 218,283	\$ -
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Due to other funds	\$ -	\$ 14,388	\$ -
	<hr/>	<hr/>	<hr/>
FUND BALANCES			
Reserved for incomplete contracts	\$ -	\$ 43,361	\$ -
Unreserved-undesignated	-	160,534	-
	<hr/>	<hr/>	<hr/>
Total fund balances	\$ -	\$ 203,895	\$ -
	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ -	\$ 218,283	\$ -
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Acadia Rice Arena Construction Fund	L.C.D.B.G. FY 2001 - Streets Fund	Total Nonmajor Capital Projects Funds
\$ - -	\$ - -	\$ 152,918 65,365
\$ -	\$ -	\$ 218,283
\$ -	\$ -	\$ 14,388
\$ - -	\$ - -	\$ 43,361 160,534
\$ -	\$ -	\$ 203,895
\$ -	\$ -	\$ 218,283

ACADIA PARISH POLICE JURY

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES -
ALL NONMAJOR CAPITAL PROJECTS FUNDS
Year Ended December 31, 2003

	Tourist Commission Construction Fund	Sales Tax Road Bond Construction Fund	Bayou Cove Road Improvements Escrow Fund
Revenues:			
Intergovernmental	\$ -	\$ -	\$ -
Investment income	9	2,836	933
Total revenues	<u>\$ 9</u>	<u>\$ 2,836</u>	<u>\$ 933</u>
Expenditures:			
Current:			
General government	\$ -	\$ 51	\$ 2,318
Public works	-	440,862	-
Total expenditures	<u>\$ -</u>	<u>\$ 440,913</u>	<u>\$ 2,318</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 9</u>	<u>\$ (438,077)</u>	<u>\$ (1,385)</u>
Other financing sources (uses):			
Operating transfers in	\$ -	\$ 146,622	\$ -
Operating transfers out	(1,337)	-	(146,622)
Total other financing sources (uses)	<u>\$ (1,337)</u>	<u>\$ 146,622</u>	<u>\$ (146,622)</u>
Net change in fund balances	<u>\$ (1,328)</u>	<u>\$ (291,455)</u>	<u>\$ (148,007)</u>
Fund balances (deficit), beginning	1,328	495,350	148,007
Fund balances, ending	<u><u>\$ -</u></u>	<u><u>\$ 203,895</u></u>	<u><u>\$ -</u></u>

Acadia Rice Arena Construction Fund	L.C.D.B.G. FY 2001 - Streets Fund	Total Nonmajor Capital Projects Funds
\$ -	\$ 1,800	\$ 1,800
-	-	3,778
<u>\$ -</u>	<u>\$ 1,800</u>	<u>\$ 5,578</u>
\$ -	\$ -	\$ 2,369
-	1,800	442,662
<u>\$ -</u>	<u>\$ 1,800</u>	<u>\$ 445,031</u>
\$ -	\$ -	\$ (439,453)
\$ 15,000	\$ -	\$ 161,622
-	-	(147,959)
<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 13,663</u>
\$ 15,000	\$ -	\$ (425,790)
(15,000)	-	629,685
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 203,895</u>

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NONMAJOR DEBT SERVICE FUNDS

To account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

LIBRARY FUND - to accumulate monies for the payment of Public Improvement Library Bonds, Series 1975 issued in the amount of \$1,300,000. The bonds were issued for the purpose of constructing and improving public libraries within Acadia Parish. The bond issue was financed by ad valorem tax revenues.

CERTIFICATES OF INDEBTEDNESS, SERIES 1992 SINKING FUND - to accumulate monies for the payment of Certificates of Indebtedness, Series 1992 issued in the amount of \$35,000. The certificates were issued for the purpose of purchasing computer equipment. The certificates were financed by excess annual revenues.

SALES TAX ROAD BOND SINKING FUND - to accumulate monies for the payment of Sales Tax Road Bonds, Series 1996 and 2001 issued in the amounts of \$5,600,000 and \$5,000,000, respectively. The bonds were issued for the purpose of constructing and improving roads within Acadia Parish. The bond issues are financed by sales and use tax revenues.

EXCESS REVENUE BONDS SINKING FUND - to accumulate monies for the payment of Refunding Certificates of Indebtedness, Series 2002 issued in the amount of \$3,905,000. The certificates were issued for the purpose of advance refunding \$3,830,000 and \$435,000 of Certificates of Indebtedness, Series 1997 and 1998, respectively. The certificates are financed by sales and use tax revenues.

SALES TAX BOND SINKING FUND - to accumulate monies for the payment of Public Improvement Sales Tax Refunding Bonds, Series ST-1996 issued in the amount of \$2,175,000. The bonds were issued for the purpose of advance refunding \$2,215,000 of Public Improvement Refunding Bonds, Series ST-1988. The bond issue was financed by sales and use tax revenues.

PAVING CERTIFICATES, SERIES 1999 SINKING FUND - to accumulate monies for the payment of Paving Certificates, Series 1999 issued in the amount of \$133,381. The certificates were issued for the purpose of constructing street paving improvements on roads within Acadia Parish. The certificates are financed by assessments levied on property owners within the designated area.

EXCESS REVENUE DEBT SINKING FUND - to accumulate monies for the payment of Certificates of Indebtedness, Series 1999 issued in the amount of \$240,000. The certificates were issued for the purpose of constructing a public building for use by the Acadia Parish Convention and Visitors Commission. The certificates are financed by excess annual revenues.

CERTIFICATES OF INDEBTEDNESS, SERIES 2000 SINKING FUND - to accumulate monies for the payment of Refunding Bonds, Series 2003 issued in the amount of \$690,000. The bonds were issued for the purpose of advance refunding \$680,000 of Certificates of Indebtedness, Series 2000. The bond issue is financed by ad valorem tax revenues.

ACADIA PARISH POLICE JURY

COMBINING BALANCE SHEET
ALL NONMAJOR DEBT SERVICE FUNDS
December 31, 2003

	<u>Library Fund</u>	<u>Certifi- cates of Indebted- ness, Series 1992 Sinking Fund</u>	<u>Sales Tax Road Bond Sinking Fund</u>	<u>Excess Revenue Bonds Sinking Fund</u>
ASSETS				
Cash	\$ -	\$ -	\$ 35,778	\$ 830,488
Investments	-	-	-	199,489
Accrued interest receivable	-	-	-	356
Special assessments receivable	-	-	-	-
Due from other funds	-	-	9,616	-
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,394</u>	<u>\$ 1,030,333</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Deferred revenue	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	125,000	84,420
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 125,000</u>	<u>\$ 84,420</u>
FUND BALANCES				
Reserved for debt retirement	\$ -	\$ -	\$ -	\$ 945,913
Unreserved-undesignated (deficit)	-	-	(79,606)	-
Total fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (79,606)</u>	<u>\$ 945,913</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,394</u>	<u>\$ 1,030,333</u>

<u>Sales Tax Bond Sinking Fund</u>	<u>Paving Certifi- cates, Series 1999 Sinking Fund</u>	<u>Excess Revenue Debt Sinking Fund</u>	<u>Certifi- cates of Indebted- ness, Series 2000 Sinking Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ -	\$ 38,287	\$ 4,689	\$ 5,367	\$ 914,609
-	-	-	-	199,489
-	-	-	-	356
-	16,966	-	-	16,966
-	18,006	-	-	27,622
<u>\$ -</u>	<u>\$ 73,259</u>	<u>\$ 4,689</u>	<u>\$ 5,367</u>	<u>\$ 1,159,042</u>
\$ -	\$ 16,213	\$ -	\$ -	\$ 16,213
-	-	-	-	209,420
<u>\$ -</u>	<u>\$ 16,213</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225,633</u>
\$ -	\$ 57,046	\$ -	\$ 5,367	\$ 1,008,326
-	-	4,689	-	(74,917)
<u>\$ -</u>	<u>\$ 57,046</u>	<u>\$ 4,689</u>	<u>\$ 5,367</u>	<u>\$ 933,409</u>
<u>\$ -</u>	<u>\$ 73,259</u>	<u>\$ 4,689</u>	<u>\$ 5,367</u>	<u>\$ 1,159,042</u>

ACADIA PARISH POLICE JURY

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES -
ALL NONMAJOR DEBT SERVICE FUNDS
Year Ended December 31, 2003

	Library Fund	Certifi- cates of Indebted- ness, Series 1992 Sinking Fund	Sales Tax Road Bond Sinking Fund	Excess Revenue Bonds Sinking Fund
Revenues:				
Special assessments	\$ -	\$ -	\$ -	\$ -
Investment income	55	13	918	8,154
Miscellaneous	-	-	-	1,085
Total revenues	\$ 55	\$ 13	\$ 918	\$ 9,239
Expenditures:				
Current:				
General government	\$ -	\$ -	\$ 1,017	\$ 15
Debt service:				
Principal retirement	-	-	565,000	405,000
Interest coupons paid	-	-	432,745	127,198
Paying agent and trustee fees	-	-	2,242	1,942
Total expenditures	\$ -	\$ -	\$ 1,001,004	\$ 534,155
Excess (deficiency) of revenues over expenditures	\$ 55	\$ 13	\$(1,000,086)	\$ (524,916)
Other financing sources (uses):				
Operating transfers in	\$ -	\$ -	\$ 1,000,000	\$ 965,000
Operating transfers out	(8,663)	(2,032)	-	(4,958)
Proceeds from the sale of refunding bonds	-	-	-	-
Payments to refunded bond escrow agent	-	-	-	-
Total other financing sources (uses)	\$ (8,663)	\$ (2,032)	\$ 1,000,000	\$ 960,042
Net change in fund balances	\$ (8,608)	\$ (2,019)	\$ (86)	\$ 435,126
Fund balances (deficit), beginning	8,608	2,019	(79,520)	510,787
Fund balances (deficit), ending	\$ -	\$ -	\$ (79,606)	\$ 945,913

Sales Tax Bond Sinking Fund	Paving Certifi- cates, Series 1999 Sinking Fund	Excess Revenue Debt Sinking Fund	Certifi- cates of Indebted- ness, Series 2000 Sinking Fund	Total Nonmajor Debt Service Funds
\$ -	\$ 2,209	\$ -	\$ -	\$ 2,209
-	-	71	-	9,211
-	-	-	162	1,247
<u>\$ -</u>	<u>\$ 2,209</u>	<u>\$ 71</u>	<u>\$ 162</u>	<u>\$ 12,667</u>
\$ -	\$ -	\$ -	\$ 15	\$ 1,047
-	13,338	20,000	75,000	1,078,338
-	4,668	9,000	35,208	608,819
-	-	-	11,089	15,273
<u>\$ -</u>	<u>\$ 18,006</u>	<u>\$ 29,000</u>	<u>\$ 121,312</u>	<u>\$ 1,703,477</u>
<u>\$ -</u>	<u>\$ (15,797)</u>	<u>\$ (28,929)</u>	<u>\$ (121,150)</u>	<u>\$ (1,690,810)</u>
\$ 363,000	\$ -	\$ 29,000	\$ 115,037	\$ 2,472,037
-	-	-	-	(15,653)
-	-	-	690,000	690,000
-	-	-	(680,000)	(680,000)
<u>\$ 363,000</u>	<u>\$ -</u>	<u>\$ 29,000</u>	<u>\$ 125,037</u>	<u>\$ 2,466,384</u>
\$ 363,000	\$ (15,797)	\$ 71	\$ 3,887	\$ 775,574
(363,000)	72,843	4,618	1,480	157,835
<u>\$ -</u>	<u>\$ 57,046</u>	<u>\$ 4,689</u>	<u>\$ 5,367</u>	<u>\$ 933,409</u>

ACADIA PARISH POLICE JURY

SCHEDULE OF COMPENSATION PAID TO JURORS
Year Ended December 31, 2003

Claude J. Courville	\$ 12,600
John W. Beard	11,400
Cecelia Broussard	11,400
Pat Daigle	11,400
John W. Humble, Sr.	11,400
Catherine R. LaCombe	11,400
Jimmie Pellerin	11,400
Alton Stevenson	11,400
Total compensation paid to jurors	<u>\$ 92,400</u>

The above schedule of compensation paid to the Police Jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the Police Jurors is included in current expenditures (general government - legislative) of the General Fund. In accordance with Louisiana Revised Statute 33:1233, the Police Jury has elected the monthly payment method of compensation. Under this method, the Police Jurors receive monthly compensation of \$950, and the President of the Police Jury receives \$1,050, for monthly and special meetings attended.

ACADIA PARISH POLICE JURY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2003

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture:			
Pass Through Program From:			
State of Louisiana, Department of Health and Hospitals, Office of Public Health - Special Supplemental Nutrition Program for Women, Infants, and Children	10.557		<u>\$ 52,310</u>
U.S. Department of Homeland Security:			
Pass-Through Program From:			
State of Louisiana, Department of Homeland Security and Emergency Preparedness - State Domestic Preparedness Equipment Support Program	97.004		\$ 147,751
Homeland Security Exercise Grant	97.004	2003-TE-CX-0001	14,480
Hazard Mitigation Grant	97.039	1437-001-0001	<u>28,125</u>
Total U.S. Department of Homeland Security			<u>\$ 190,356</u>
U.S. Department of Housing and Urban Development:			
Pass-Through Program From:			
State of Louisiana, Department of Social Services, Office of Community Services - Emergency Shelter Grants Program	14.231	570982	\$ 3,013
Emergency Shelter Grants Program	14.231	584090	15,000
Emergency Shelter Grants Program	14.231	598094	<u>2,925</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 20,938</u>
U.S. Department of Transportation:			
Federal Aviation Administration:			
Airport Improvement Program	20.106		<u>\$ 41,535</u>
Total expenditures of federal awards			<u>\$ 305,139</u>

The accompanying notes are an integral part of this schedule.

ACADIA PARISH POLICE JURY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended December 31, 2003

Note 1. Basis of Presentation

The accompanying schedule of expenditures of Federal awards includes the Federal grant activity of the Police Jury and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.



BROUSSARD, POCHÉ, LEWIS & BREAUX, L.L.P.

C E R T I F I E D P U B L I C A C C O U N T A N T S

122 East 5th St.
P.O. Drawer 307
Crowley, Louisiana
70527-0307
phone: (337) 783-0650
fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930

Opelousas, LA
(337) 942-5217

Abbeville, LA
(337) 898-1497

New Iberia, LA
(337) 364-4554

Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*
Donald W. Kelley, CPA*
Herbert Lemoine II, CPA*
Frank A. Stagno, CPA*
Scott J. Broussard, CPA*
L. Charles Abshire, CPA*
Kenneth R. Dugas, CPA*
P. John Blanchet III, CPA*
Stephen L. Lambousy, CPA*
Craig C. Babineaux, CPA*
Peter C. Borrello, CPA*
George J. Trappey III, CPA*
Gregory B. Milton, CPA*
S. Scott Soileau, CPA*
Patrick D. McCarthy, CPA*
Martha B. Wyatt, CPA*
Troy J. Breaux, CPA*
Fayette T. Dupré, CPA*
Mary A. Castille, CPA*
Joey L. Breaux, CPA*
Terrel P. Dressel, CPA*

Retired:

Sidney L. Broussard, CPA 1980
Leon K. Poché, CPA 1984
James H. Breaux, CPA 1987
Erma R. Walton, CPA 1988
George A. Lewis, CPA* 1992
Geraldine J. Wimberley, CPA* 1995
Rodney L. Savoy, CPA* 1996
Larry G. Broussard, CPA* 1996
Lawrence A. Cramer, CPA* 1999
Michael P. Crochet, CPA* 1999
Ralph Friend, CPA 2002

Members of American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants

*A Professional Accounting Corporation

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 Honorable Cecelia Broussard, President
Acadia Parish Police Jury
Crowley, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Acadia Parish Police Jury as of and for the year ended December 31, 2003, which collectively comprise the basic financial statements of the Acadia Parish Police Jury's primary government and have issued our report thereon dated July 21, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Acadia Parish Police Jury's 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 instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings and questioned costs at items #2003-1 and #2003-4.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Acadia Parish Police Jury's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

To the Honorable Cecelia Broussard, President
Acadia Parish Police Jury
Crowley, Louisiana

However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Acadia Parish Police Jury's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The reportable conditions are described in the accompanying schedule of findings and questioned costs as items #2003-2 and #2003-3.

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 material weaknesses. However, we consider the reportable conditions described above to be material weaknesses.

This report is intended solely for the information and use of management, the Legislative Auditor, 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

BROUSSARD, ROCHE, LEWIS & BREUX, L.L.P.

Crowley, Louisiana
July 21, 2004



BROUSSARD, POCHÉ, LEWIS & BREAU, L.L.P.

C E R T I F I E D P U B L I C A C C O U N T A N T S

122 East 5th St.
P.O. Drawer 307
Crowley, Louisiana
70527-0307
phone: (337) 783-0650
fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930

Opelousas, LA
(337) 942-5217

Abbeville, LA
(337) 898-1497

New Iberia, LA
(337) 364-4554

Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*
Donald W. Kelley, CPA*
Herbert Lemoine II, CPA*
Frank A. Stagno, CPA*
Scott J. Broussard, CPA*
L. Charles Abshire, CPA*
Kenneth R. Dugas, CPA*
P. John Blanchet III, CPA*
Stephen L. Lambousy, CPA*
Craig C. Babineaux, CPA*
Peter C. Borrello, CPA*
George J. Trappey III, CPA*
Gregory B. Milton, CPA*
S. Scott Soileau, CPA*
Patrick D. McCarthy, CPA*
Martha B. Wyatt, CPA*
Troy J. Breau, CPA*
Fayette T. Dupré, CPA*
Mary A. Castille, CPA*
Joey L. Breau, CPA*
Terrel P. Dressel, CPA*

Retired:

Sidney L. Broussard, CPA 1980
Leon K. Poché, CPA 1984
James H. Breau, CPA 1987
Erma R. Walton, CPA 1988
George A. Lewis, CPA* 1992
Geraldine J. Wimberley, CPA* 1995
Rodney L. Savoy, CPA* 1996
Larry G. Broussard, CPA* 1996
Lawrence A. Cramer, CPA* 1999
Michael P. Crochet, CPA* 1999
Ralph Friend, CPA 2002

Members of American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants

*A Professional Accounting Corporation

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

To the Honorable Cecelia Broussard, President
Acadia Parish Police Jury
Crowley, Louisiana

Compliance

We have audited the compliance of the Acadia Parish Police Jury with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major Federal programs for the year ended December 31, 2003. The Acadia Parish Police Jury's major Federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major Federal programs is the responsibility of the Acadia Parish Police Jury's management. Our responsibility is to express an opinion on the Acadia Parish Police Jury's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 Acadia Parish 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 Acadia Parish Police Jury's compliance with those requirements.

In our opinion, the Acadia Parish Police Jury complied, in all material respects, with the requirements referred to above that are applicable to each of its major Federal programs for the year ended December 31, 2003.

To the Honorable Cecelia Broussard, President
Acadia Parish Police Jury
Crowley, Louisiana

Internal Control Over Compliance

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

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

This report is intended solely for the information and use of management, the Legislative Auditor, 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

BROUSSARD, POCHE, LEWIS & BREAU, L.L.P.

Crowley, Louisiana
July 21, 2004

ACADIA PARISH POLICE JURY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2003

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Acadia Parish Police Jury as of and for the year ended December 31, 2003, which collectively comprise the basic financial statements of the Acadia Parish Police Jury's primary government, and have issued our report thereon dated July 21, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the primary government financial statements as of December 31, 2003, resulted in an adverse opinion on the reporting entity and an unqualified opinion on all other opinion units.

Section I. Summary of Auditor's Reports

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weaknesses Yes No Reportable Conditions Yes No

Compliance

Compliance Material to Financial Statements Yes No

b. Federal Awards

Internal Control

Material Weaknesses Yes No Reportable Conditions Yes No

Type of Opinion on Compliance
For Major Programs

Unqualified Qualified
 Disclaimer Adverse

Are these findings required to be reported in accordance with Circular A-133, Section .510 (a)? Yes No

Identification of major programs:

CFDA NumberName of Federal Program

97.004

State Domestic Preparedness Equipment Support Program

97.004

Homeland Security Exercise Grant

Dollar threshold used to distinguish between Type A and Type B Programs: \$ 300,000

Is the auditee a "low-risk" auditee, as defined by OMB Circular A-133?

Yes No

ACADIA PARISH POLICE JURY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended December 31, 2003**Section II. Financial Statement Findings**#2003-1 - Budget Violations

Finding: For the year ended December 31, 2003, actual revenues and other financing sources failed to meet budgeted revenues and other financing sources in the Sales Tax and 1% Sales Tax Account District No. 1 Funds (special revenue funds) by 11% and 28%, respectively. Louisiana Revised Statute (LSA-RS) 39:1311 requires that the budget be amended if actual revenues and other financing sources are failing to meet budgeted revenues and other financing sources by more than 5%.

Cause: Management failed to properly record revenues received in the current year that were accrued in the prior year as a reduction of the prior year receivable amount rather than as current year revenues resulting in these budget violations.

Recommendation and Response: We recommend and management agrees that the budget should be reviewed periodically throughout the fiscal year and amended as situations warrant in order to comply with the Louisiana Local Government Budget Act.

#2003-2 - Capital Assets

Finding: While performing audit procedures relating to capital assets we noted that some capital asset purchases made during the fiscal year were not added to the property and equipment inventory listing.

Cause: This problem is indicative of a lack of an internal control system over property management.

Recommendation and Response: We recommend and management agrees that management should review its internal control system over property management to ensure that it is functioning as intended and includes all appropriate checks and balances.

#2003-3 - Unsecured Deposits

Finding: As of December 31, 2003, amounts on deposit with one financial institution exceeded the combined amounts of Federal Deposit Insurance Corporation (FDIC) coverage and pledged securities, exposing the Acadia Parish Police Jury to a risk of loss at year-end of \$613,960. LSA-RS 39:1225 requires that 100% of the deposits at each financial institution be covered by a combination of FDIC coverage and pledged securities.

Cause: Management failed to adequately monitor all of its demand deposits to ensure that the balances were fully covered by a combination of FDIC coverage and pledged securities.

ACADIA PARISH POLICE JURY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended December 31, 2003

Section II. Financial Statement Findings (continued)

#2003-3 - Unsecured Deposits (continued)

Recommendation and Response: We recommend and management agrees to monitor its demand deposits to ensure that balances at each financial institution do not exceed the combined amounts of FDIC coverage and pledged securities.

#2003-4 - Reporting

Finding: The Acadia Parish Police Jury's annual financial report for the year ended December 31, 2003, was not filed with the Louisiana Legislative Auditor's Office within six months after the close of the fiscal year as required by LSA-RS 33:463.

Cause: Information needed to complete the financial report was not available in a timely manner in order to allow for the completion and filing of the report by the prescribed deadline.

Recommendation and Response: We recommend and management agrees that every effort should be made to ensure that the information needed for the completion of the engagement be made available in a timely manner.

Section III. Federal Award Findings and Questioned Costs

There were no matters relating to reportable conditions, material weaknesses, or instances of noncompliance, including questioned costs, related to Federal awards for the year ended December 31, 2003.

ACADIA PARISH POLICE JURY
SCHEDULE OF PRIOR YEAR FINDINGS
Year Ended December 31, 2003

Section I. Internal Control and Compliance Material to the Financial Statements

#2002-1 - Budget Violations

We recommended that the budget should be reviewed periodically throughout the fiscal year and amended as situations warrant.

STATUS: UNRESOLVED - The Acadia Parish Police Jury continues to fail to adequately monitor and amend its budgets as situations warrant in order to comply with the Louisiana Local Government Budget Act. This finding is repeated in the current year and is described as item #2003-1 in the schedule of findings and questioned costs.

Section II. Internal Control and Compliance Material to Federal Awards

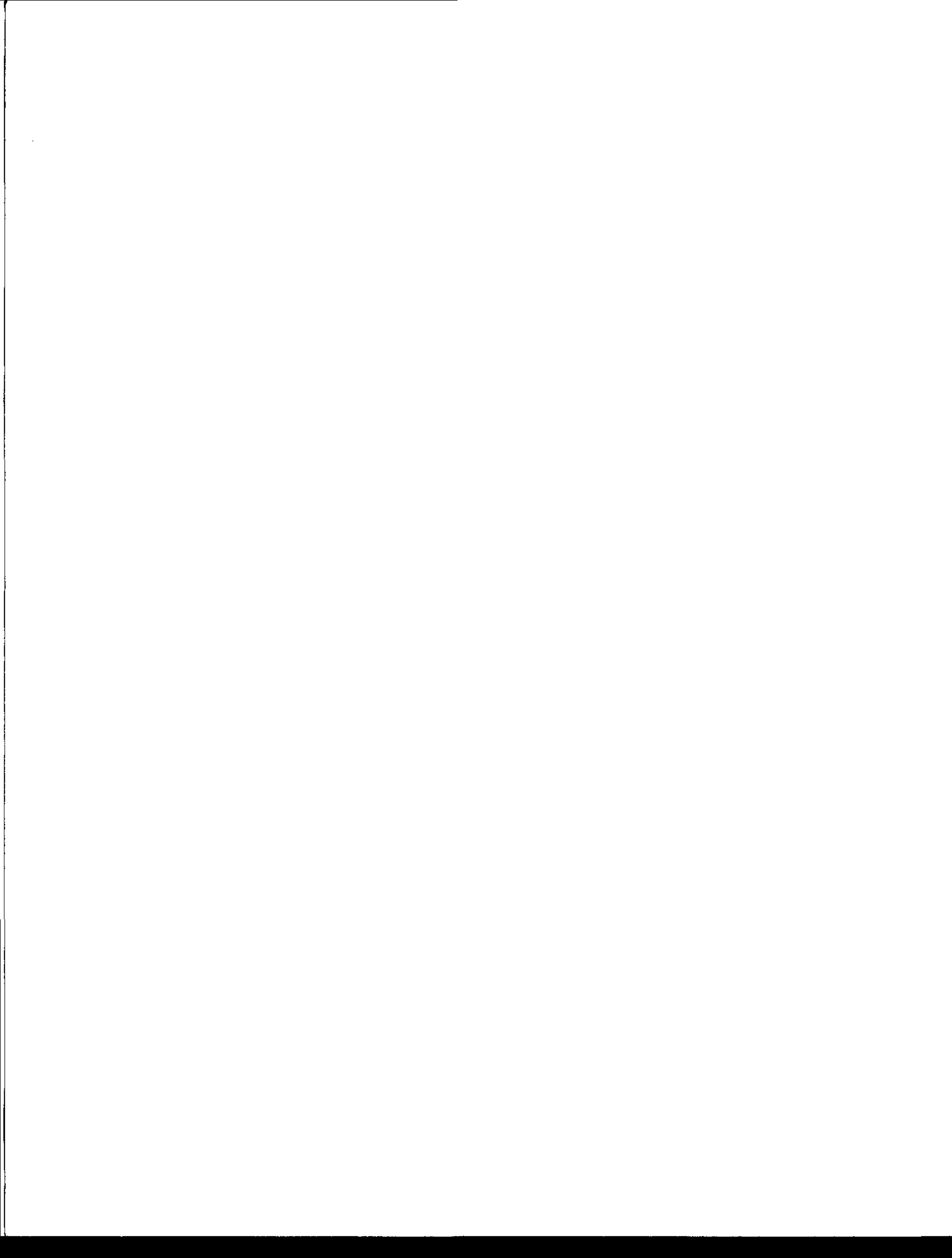
#2002-2 - FEMA Project Worksheet Preparation

We recommended that the Acadia Parish Police Jury should submit a final project worksheet that will include adjustments for the inaccuracies noted and submit it to FEMA for reimbursement.

STATUS: RESOLVED - The Acadia Parish Police Jury is actively working on completely the final closeout reports relating to the Hurricane Lili Disaster.

Section III. Management Letter

There were no matters reported in a separate management letter for the year ended December 31, 2002.



MANAGEMENT'S CORRECTIVE ACTION PLAN
Year Ended December 31, 2003

Section I. Internal Control and Compliance Material to the Financial Statements

#2003-1 - Budget Violations

Management will review the budget periodically throughout the fiscal year and amend it as situations warrant in order to comply with the Louisiana Local Government Budget Act.

#2003-2 - Capital Assets

Management will review its internal control system over property management to ensure that it is functioning as intended and includes all appropriate checks and balances.

#2003-3 - Unsecured Deposits

Management will monitor its demand deposits to ensure that balances at each financial institution do not exceed the combined amounts of FDIC coverage and pledged securities.

#2003-4 - Reporting

Management will make every effort to ensure that the information needed for the completion of the engagement be made available in a timely manner.

Section II. Internal Control and Compliance Material to Federal Awards

There were no matters relating to reportable conditions, material weaknesses, or instances of noncompliance, including questioned costs, related to Federal awards for the year ended December 31, 2003.

Section III. Management Letter

There were no matters reported in a separate management letter for the year ended December 31, 2003.

Responsible Party: Katry Martin, Secretary-Treasurer