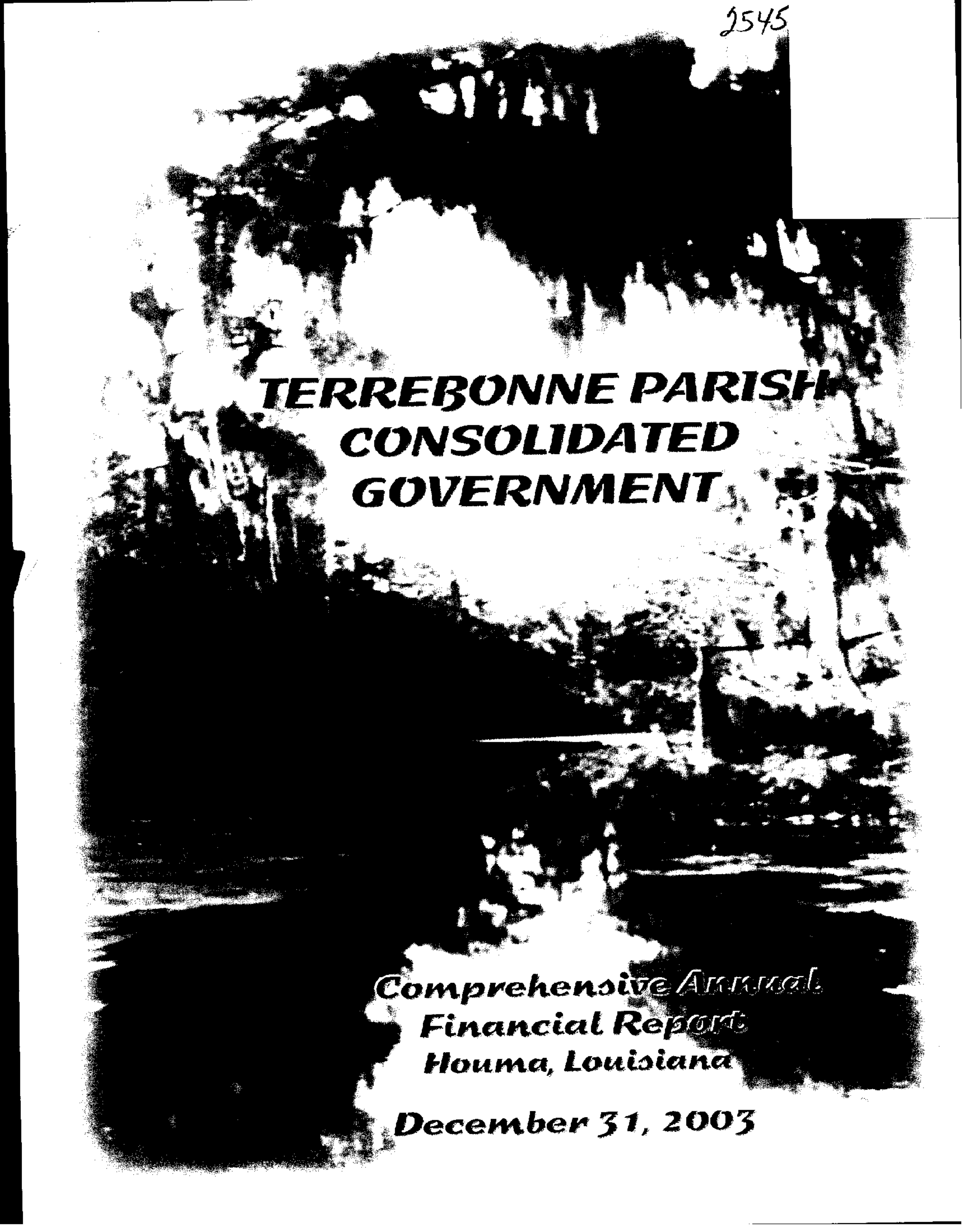


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**TERREBONNE PARISH
CONSOLIDATED
GOVERNMENT**

*Comprehensive Annual
Financial Report
Houma, Louisiana*

December 31, 2003

Comprehensive Annual Financial Report

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For The Year Ended
December 31, 2003

Terrebonne Parish Consolidated Government

Houma, Louisiana

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 7-7-04

Prepared by:

Finance Department, Division of Accounting

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Terrebonne Parish Consolidated Government

December 31, 2003

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INTRODUCTORY SECTION



P.O. BOX 6097

HOUMA, LOUISIANA 70361

868-0050



P.O. BOX 2768

HOUMA, LOUISIANA 70361

865-3000

TERREBONNE PARISH CONSOLIDATED GOVERNMENT

June 30, 2004

To the Honorable Parish President, Members of the Parish Council
And the Citizens of Terrebonne Parish, Houma, Louisiana

The Comprehensive Annual Financial Report of the Terrebonne Parish Consolidated Government (Parish Government) for the year ended December 31, 2003, is hereby submitted as mandated by the Home Rule Charter. The Home Rule Charter requires that the council shall provide for an annual independent postaudit, and such additional audits as it deems necessary, of the accounts and other evidence of financial transactions of the Parish Government, including those of all Parish Government departments, offices or agencies. Audits may be performed by the State or the Council may designate a private auditor to perform such audits. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various governmental and business-type activities funds, and component units of the Terrebonne Parish Consolidated Government in accordance with Generally Accepted Accounting Principles (GAAP). All disclosures necessary to enable the reader to gain an understanding of the Terrebonne Parish Consolidated Government's activities have been included.

THE REPORT

The Comprehensive Annual Financial Report is designed to assist and guide the reader in understanding its contents. The report is presented in three sections:

1. ***The Introductory Section***, which is unaudited, includes a table of contents, this letter of transmittal, an organizational chart and a list of the Terrebonne Parish Consolidated Government's elected officials, appointed officials, and accounting division staff.
2. ***The Financial Section*** includes the Independent Auditor's Report, the Management's Discussion and Analysis (unaudited), and Parish Government's basic financial statements including government-wide statements of net assets and activities, statements for the governmental, proprietary, fiduciary and discretely presented component units. Also included are the explanatory notes to the financial statements.
3. ***Statistical Information section***, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis, and tables of insurance in force and utility customers.

The Terrebonne Parish Consolidated Government is required to provide for an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget's Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Information related to this single audit, including a schedule of expenditures of federal awards, and the independent auditor's reports on internal controls and compliance with applicable laws and regulations is included in a separately issued Single Audit Supplementary Financial Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD & A). This letter of transmittal is designed to complement the MD & A and should be read in conjunction with it. The Parish's MD & A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The Terrebonne Parish Consolidated Government includes the governmental and business-type activities and all the funds of the Primary Government (i.e., the Terrebonne Parish Consolidated Government as legally defined), as well as all of its component units. Component units are legally separate entities for which the Primary Government is financially accountable. The Primary Government includes the financial activities of the Parish Administration, Public Works (Government Buildings, Engineering, Centralized Fleet Maintenance, Drainage, Roads and Bridges and Public Transit), Human Resources and Risk Management, Utilities (Electric, Gas, Solid Waste and Liquid Wastewater), Public Safety (City Police, City Fire, Juvenile Detention, Adult Jail and Emergency Preparedness), Finance (Accounting, Customer Service, Information Systems and Purchasing), Parks and Recreation, Civic Center, Planning and Zoning, Housing and Human Services, Cultural Resources and Economic Development and Legal. A complete discussion of the Terrebonne Parish reporting entity is provided in the Notes to the Financial Statements (No. 1, "Summary of Significant Accounting Policies").

The Parish of Terrebonne is a local governmental subdivision which operates under a Home Rule Charter and, subject to said Charter, is authorized as hereinafter provided to exercise any power and perform any function necessary, requisite or proper for the management of its local affairs. The plan of government provided by this Home Rule Charter shall be known as the "President-Council" form of government.

Terrebonne Parish is the second largest parish in Louisiana, and is situated in the southern part of the state, in the heart of Cajun country. Terrebonne Parish has a total area of 2,067 square miles consisting of 987 square miles of land and 1,080 miles of water. The latest census of 2000 reports a population of 104,503, an increase of 7,521 (7.75%) over 1990.

The Management: The legislative power of the parish government consists of nine members elected to a four (4) year term, with a maximum of three consecutive terms. One (1) council member is elected from each district. The Parish President is an elected official serving as the chief executive officer over all departments, offices and agencies of the Parish Government, except as otherwise provided by the Charter. The President is elected at large for a four-year term, with a maximum of two consecutive terms.

For the year ended December 31, 2003, the Parish President appointed department heads subject to the approval of the Parish Council for the following major departments, and served at the pleasure of the President:

Administration	Public Works
Finance	Human Resources and Risk Management
Utilities	Parks and Recreation
Planning and Zoning	Civic Center
Housing and Human Services	Cultural Resources and Economic Development
Public Safety	Legal

DEPARTMENT ACCOMPLISHMENTS

Public Works

The **Road and Bridge Division** privatized grass cutting in public cemeteries, levees & laterals, reduced work force in Vegetation Work Crews, applied 44 miles of pavement markings on parish roads and streets and overlaid 19 miles of asphalt roads.

The Drainage Division reorganized Forced/Gravity Drainage work force for efficiency, collected Global Positioning system (G.P.S.) for 3,000 catch basins, and 6,000 driveway culverts, upgraded the capacity and efficiency for 14 pumps and applied pavement markings for environmental warning at catch basins, indicating run-off hazards.

The Engineering Division received LaDEQ Louisiana Pollutant Discharge Elimination System (LPDES) general permit for discharges from Small Municipal Separate Storm Sewer Systems (Small MS4s), and Louisiana Pollutant Discharge Elimination System (LPDES) Storm Water Permits have been made available to the public on the website.

The Centralized Fleet Maintenance Division had over 30 hours of specialized safety and factory representatives provide operational training to operators in 2003, over 36 hours of computer training and over 30 hours of hydraulic/electrical related training provided to personnel, enhanced an ongoing program of evaluating the condition of off road equipment through vendor or service representative inspections to assure top performance and equipment conditions was established, increased productivity by improving performance in the areas of scheduling work, securing and maintaining adequate inventories and the use of diagnostic software, and added a new post lift to allow flexibility in scheduling and completing brake jobs and regular services.

Public Safety

The Terrebonne Parish **Juvenile Detention Center's** supervisory staff began holding meetings with shift supervisors to discuss facility matters. The aim is to evaluate policy and procedure for possible adjustments and creation. This division continues to evaluate their manual and its compliance with the American Correction Association's established guidelines. Presently working with the state-licensing agent for juvenile detention centers. In the past year, the facility had over 40 guest speakers visit giving motivational presentations to our juveniles. The school added a special education teacher to assist our learning disabled juveniles, added a fourth teacher to assist our students in LEAP remediation and expanded language and math skills.

The **Adult Detention Center** increased the medical staff to include one additional part time medical professional and renewed the contract with Acadian Ambulance Service allowing for fast and efficient transportation of inmates when actual emergencies occur. In addition, management staff developed a cooperative agreement with Chabert Medical Center affording this facility the ability to have all laboratory procedures performed, and thereby providing quick turn-around results while at the same time reducing costs. The nursing staff was provided with a new, more efficient workstation in the dispensary making working conditions more enjoyable and providing more space and installed a new, more efficient computer system in the dispensary and Medical Administrators' office allowing direct communication with Parish Government as well as Chabert Medical Center.

The **Houma Police Department** was awarded through the Department of Justice, Community Oriented Policing Services a Universal Hiring Grant for \$300,000, which enabled the department to hire four additional officers. The Police Department through the South Central Planning Commission and the Louisiana and National Highway Safety Commission has received grants to pay officers overtime to conduct D.W.I. checkpoints and seatbelt campaigns and awarded a \$48,986 grant through the Louisiana Law Enforcement Commission for the funding of a "Street sales Disruption Unit", through the Department of Justice, Local Law Enforcement Block Grant, \$90,173 in funding, which will be used for equipment purchases. This past year secured the Weed & Seed Grant in the amount of \$275,000 to expand a program aimed at reducing illegal drugs and related crime.

The **Houma Fire Department** intensified in house training and brought in Louisiana State University (LSU) and VFIS training, increased public education programs, completed smokehouse to train children in fire safety, updated firefighter equipment with new helmets, thermal camera for rescue, and two emergency generators for East Houma and Air Base Stations and acquired computers for sub-stations, added automatic external defibrillators.

The **Office of Homeland Security (previously named the Office of Emergency Preparedness)** completely updated the entire Multi-Hazard Plan and received approval from the Louisiana Office of Emergency Preparedness. In addition, this division received \$217,414.00 from the Department of Justice grant used for terrorism training and equipment.

Utilities Department

The **Electric and Gas Division** began filing Energy Information Administration (EIA) monthly and annual reports to an internet based server, expanded the conversion drawings to magnetic media to the Electric Generation Department, replaced the work order system to include point addressing and map location of work to be performed and activated GIS Department with full and part time personnel to be located at the Pollution Control facility.

The **Sewerage Division** rehabilitated Highland Drive and Jennings Lane Lift Stations, relocated Barataria Avenue Sewer Gravity Main and manholes, and located and eliminated infiltration/inflow sources in Bobtown, Dulac, Levytown and Southdown No. 1 holding basin service areas.

The **Sanitation Division** improved the efficiency of operation of pick-up station and garbage collections, promoted recycling, improved appearance and perception of the Ashland Landfill and Pick-up Station by cutting grass in a timely manner, promoted on the job safety by installing a roll gate behind the guard shack and completed permitting and construction and demolition of the landfill.

The Sanitation Division is the lead manager for the Animal Shelter, which is in progress of making a positive name for the shelter by making it more pleasant place to visit and comfortable place for the animals. Some of the shelter renovations to date include: cinder block dividers for kennels for a cleaner and safer environment for the animals; separate living facilities for tame and wild cats; epoxy coated kennel floor to make them non pervious; and installation of two air condition units in tame cat quarters.

Planning Department

Through the efforts of the Planning Department, the "Terrebonne Comprehensive Master Plan" has been adopted by the Parish as a visionary blue print for the next 20 years for parish leaders, planners, and decision makers to use in making the difficult, but necessary decisions to improve the parish. Under the management of this department, they have consolidated the Coastal Zone Committee and the Coastal Restoration Committee in order to establish a unified effort in coastal restoration. Within the Nuisance Abatement Division, they established an on-line web site for tall grass, debris, dilapidated housing and derelict vessel complaints.

Human Resources and Risk Management

The **Human Resources Division** developed and implemented a Management Training Program for managers and supervisors. This past year, this division successfully implemented stricter adherence to the drug screening policy through supervisory training programs and a new Orientation Program that fully introduces our Personnel Policy and Safety manuals. Also, the division enhanced the job posting, applicant screening and interviewing process to facilitate hiring the most qualified candidates using multiple advertising avenues. In addition the Parish Wage Study was reviewed to ensure clear job function definitions and pay levels based on industry standards. A data base system for the Retirement and Family Medical Leave (FMLA) programs were developed to better serve those employees.

The Risk Management Division completed a Worker's Compensation light duty training seminar for directors, division heads and supervisors, which were well attended. This seminar has proven good results in that departments are more willing to apply a light duty status employee back to work in a sedentary capacity while the employee is recovering from an on the job injury.

Recreation Department

In 2003, the Parish contracted with O.N.E./C.H.A.N.E., Inc. to manage six (6) summer camps in Dumas Auditorium, Smithridge Community, Dularge, Gibson, East Houma, and North Terrebonne. Special Olympics competed in all area and state level events with the number of athletes, coaches, and volunteers continuing to grow. The number of Special Olympic athletes competing in each sport offered is on the rise and the numbers are expected to continue to expand due to the quality of the program; its leadership, coaches, parents and volunteers.

Finance Department

The Accounting Division successfully received the Distinguished Budget Presentation Award for the year 2003. The past year, implemented the "Positive Pay" plan to monitor and control the checks paid against the Parish accounts so only authorized items are approved for payment.

The Customer Service Division purchased and installed special printers to provide customer receipts at the time of payment, replacing hand stamped and written receipts.

The Purchasing/Warehouse Division has trained all warehouse personnel in forklift handling and general warehouse safety and implemented a computerized bar coding inventory system.

Information Systems Division has implemented the Human Resources and Payroll Application and expanded real vision imaging system to include eleven additional applications within the government and seven applications for three outside agencies. With the assistance of the Legal and Human Resources Departments, completed an electronic communications policy establishing employee guidelines for computer and internet usage.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Condition and Outlook

In 2002 and 2003, the Parish entered into a joint cooperative endeavor agreement with the Houma-Terrebonne Chamber of Commerce and the South Central Industrial Association (SCIA) to fund an Economic Development Strategic Plan. Under the direction of the Parish Administration and the Economic Development Department, Tamerica Management Company prepared the groundbreaking report. Some of excerpts of their findings and recommendations are found starting below, however the complete report may be found on the Parish website, www.tpcg.org.

The economy of Terrebonne Parish is likely to become more complex in the future. The evolution of the global economy, the rapid growth of the Internet economy, the shift of labor intensive operations like garment assembly to offshore sites, and the increased importance of a skilled workforce are trends that will dictate local economic development.

The purpose of this strategic plan is to set forth the strategic goals and strategies for the economic development of Terrebonne Parish. This is not intended to be a comprehensive plan for the Parish; it is designed to address the specific needs and concerns of the leadership of the Parish with respect to increasing the quality and quantity of jobs, and improving the quality of life and the business environment. The intended result from this strategic planning effort is a more inclusive strategy to move the community forward to become a better place in which to live, work, and play. The plan will help facilitate a road map for the Parish's economic development effort, telling us where we are, where we want to go, and how to get there.

As Terrebonne Parish evaluates its economic situation and looks at potential employers to attract, it is important to first study the past and present state of the economy. The future is always built on the past.

The Terrebonne Economy

The parish has a strong entrepreneurial culture. All of the largest employers in the region, with four exceptions, were companies started by local businessmen. All but four are still controlled locally. The proportion of new jobs generated by young businesses in this region is comparable to Dallas, one of the most dynamic communities in the country. The region has seven (7) employment clusters (ranked in descending number of jobs):

- *Oil & Gas E&P*
- *Marine Transportation*
- *Shipbuilding*
- *Seafood*
- *Heavy Construction*
- *Sugar*
- *Casinos*

In terms of recent economic performance, Terrebonne Parish:

- *Has grown faster since 1995 than 60 percent of U.S. counties above 50,000 populations and sixth fastest since 1995 among Louisiana Parishes.*
- *Has a substantial share of income from wages and salaries and less from transfer payments (welfare & social security) and from financial investments than the national average.*
- *Has nearly twice as many high school dropouts and half the number of college graduates as the national average.*
- *Has a slower job growth rate than Louisiana since 1990.*
- *Has an unemployment trend well below the Louisiana since 1992.*
- *Has an average wage rate above the Louisiana average but still 17% below the national average.*
- *Has a greater proportion of its workforce in blue-collar occupations than the nation and the largest need for post high school and vocational training of any labor market in Louisiana.*
- *Has manufacturing employment growth over the last decade of 67% versus a national decline of 3 percent during the same period.*
- *Has business services growth (software and data processing) that substantially lags the national average over the last decade. Marine transportation, Oil & Gas, Seafood and Shipbuilding are all heavily concentrated in the region, anywhere from 10-30 times the national average.*
- *Have per capita retail sales far above the state and regional averages, suggesting that Terrebonne derives substantial retail impact from the purchases of offshore workers and from industry.*
- *Has a dynamic entrepreneurial climate that has 78 percent faster growing small businesses than other metro areas between 150-300,000 populations.*
- *Have fewer workers in engineering and information technology than most communities its size.*
- *Have a high innovation rate in mining technologies and a high rate of patent filings by individuals.*

Strengths and Weaknesses for Economic Development

The starting point for a credible strategic planning process is an assessment of the strengths and weaknesses of the community as they relate to future opportunities for development. In other words, what problems exist in the Parish that constitutes barriers for successfully achieving the vision of its leadership? Tamerica conducted an assessment of the community from a corporate site selector's perspective. The objectives of this assessment were to:

- *Identify key strengths to emphasize in economic development marketing efforts;*
- *Identify key weaknesses that may limit corporate investment in Terrebonne Parish so that remediation of these local problems can occur; and,*
- *Build the foundation for the identification of appropriate target industry sectors for economic development marketing.*

Information sources for this assessment included local employers (manufacturing firms and offices), selected local government officials, utilities, real estate brokers, education representatives, etc. Tamerica also gathered information, and reviewed previous studies and available local data. On the following page is a summary of what the consultants believe to be the major strengths (assets) and weaknesses (liabilities and limitations) from an economic development perspective.

Strengths:

- *Worker Productivity & Labor Relations*
- *Business-Government Cooperation*
- *Globally Competitive Manufacturing*
- *Office Sector Wages*
- *Waterway Access*
- *Medical Care, Crime & Public Safety*
- *Executive Level Housing*

Neutrals:

- *Quality of Live*
- *Public Education*
- *Wages for Manufacturing*
- *Tax Rates*
- *Office & Industrial Real Estate Cost*
- *Industrial Power Rates*
- *Telecommunications Infrastructure*

Weaknesses:

- *Vo-Tech & Apprenticeship Training*
- *Access to Regional & National Markets*
- *Traffic Congestion & Highway Access*
- *Lack of Skilled Workers*
- *Housing for Production Workers*
- *Lack of Water and Wastewater Connections*
- *Shortage of Prepared Sites and Buildings*
- *Lack of Rail Service*
- *Lack of Long-Range Community Development*
- *Dimensions of the Houma Navigation Canal*

Economic Indicators:

Some of the economic indicators below have reflected the past growth and future potential growth of our Parish.

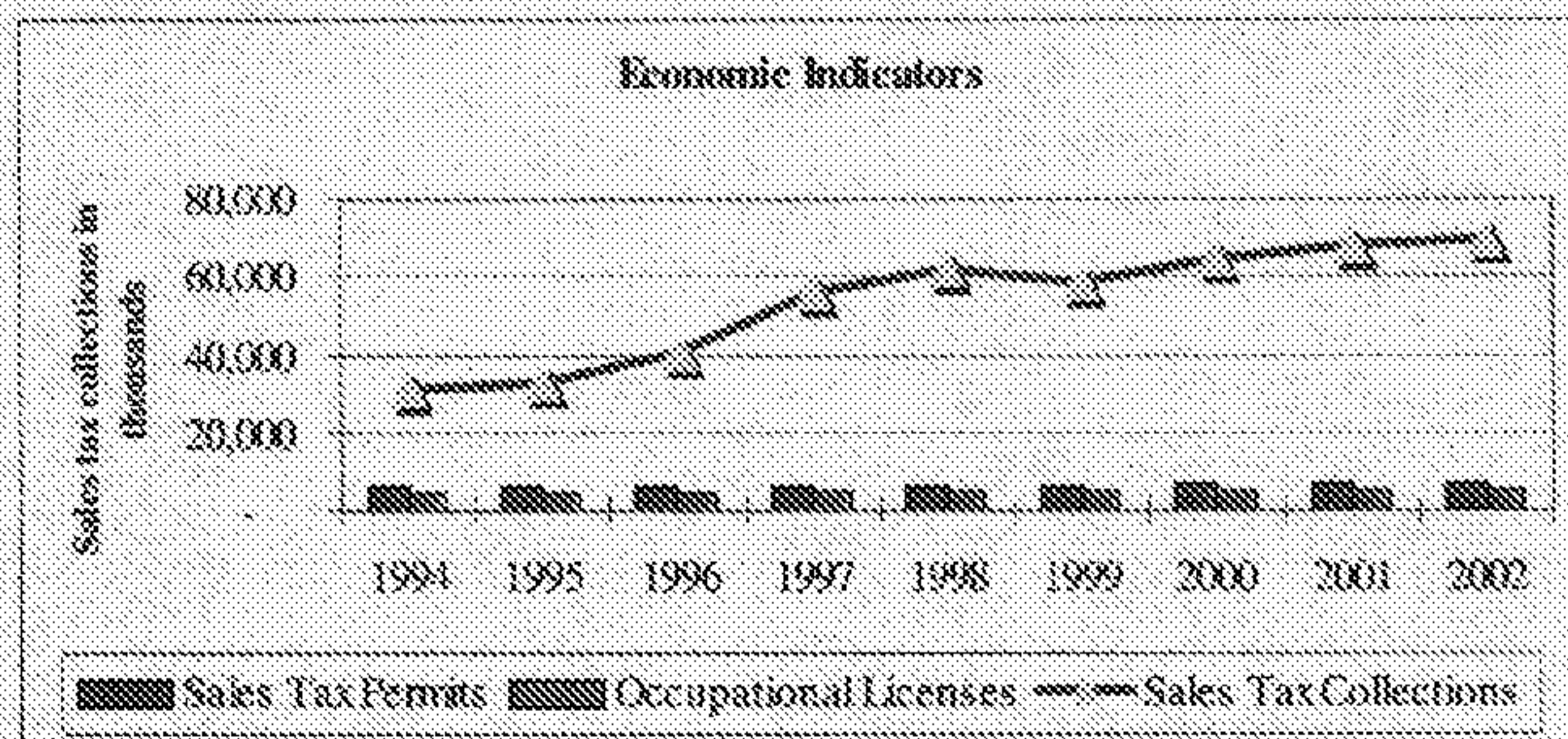
Year	Accounts Registered				Gross Sales Tax Collections	Annual % Growth
	Sales Tax Permits	Annual % Growth	Occupational Licenses	Annual % Growth		
1994	5,619		4,519		30,737,536	
1995	5,796	3.15%	4,636	2.59%	32,354,546	5.26%
1996	5,926	2.24%	4,593	-0.93%	40,181,320 *	8.76%
1997	6,021	1.60%	4,738	3.16%	55,899,026 **	15.84%
1998	6,174	2.54%	4,732	-0.13%	62,219,210 ***	2.89%
1999	6,367	3.13%	4,993	5.52%	58,774,824 ***	-9.13%
2000	6,534	2.62%	5,039	0.92%	64,232,535 ***	9.71%
2001	6,726	2.94%	4,983	-1.11%	67,920,058 ***	5.16%
2002	6,940	3.18%	5,044	1.22%	69,669,568 ****	0.38%
2003	7,237	4.28%	5,169	2.48%	72,948,912 ****	1.06%

* In 1996, the Terrebonne Parish School Board levied a 1% sales tax, which generated gross collections of \$111.7 million from 1996 to 2003. This tax was not included in the formula calculating the annual percentage of growth for these periods.

** In 1997, the Terrebonne Parish Sheriff's Office levied a 1% sales tax, which generated gross collections \$23.5 million from 1997 to 2003. This tax was not included in the formula calculating the annual percentage of growth for these periods.

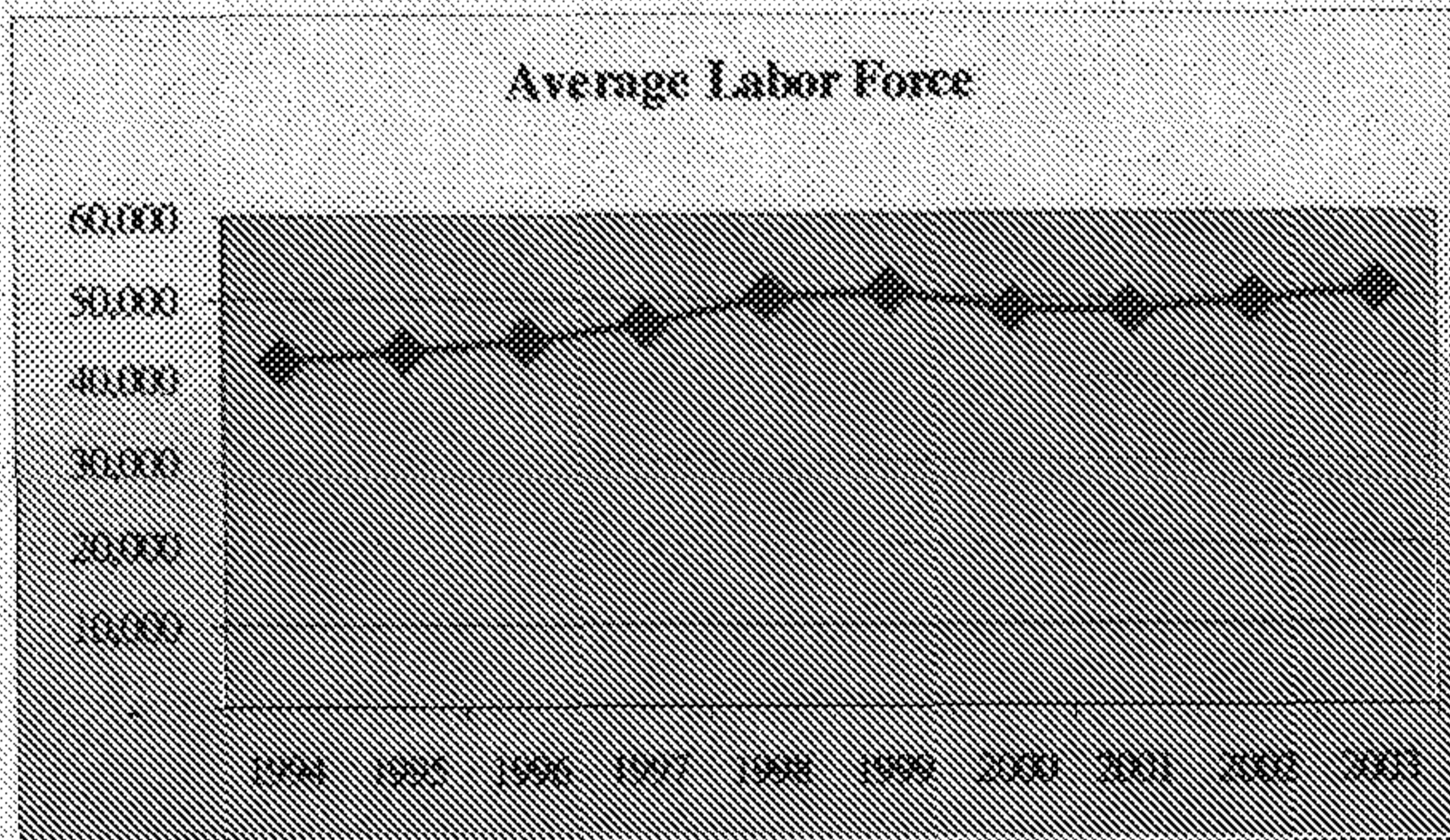
*** In 1998, the Terrebonne Parish Consolidated Government levied a 1% sales tax for the Library operations, which generated gross collections of \$20.6 million from 1998 to 2003. This tax was not included in the formula calculating the annual percentage of growth for these periods.

**** In 2002, the Terrebonne Parish Consolidated Government levied a 1% sales tax for the Morganza to the Gulf Hurricane Protection System, which generated gross collections of \$5.6 million for 2003. This tax was not included in the formula calculating the annual percentage of growth for this period.



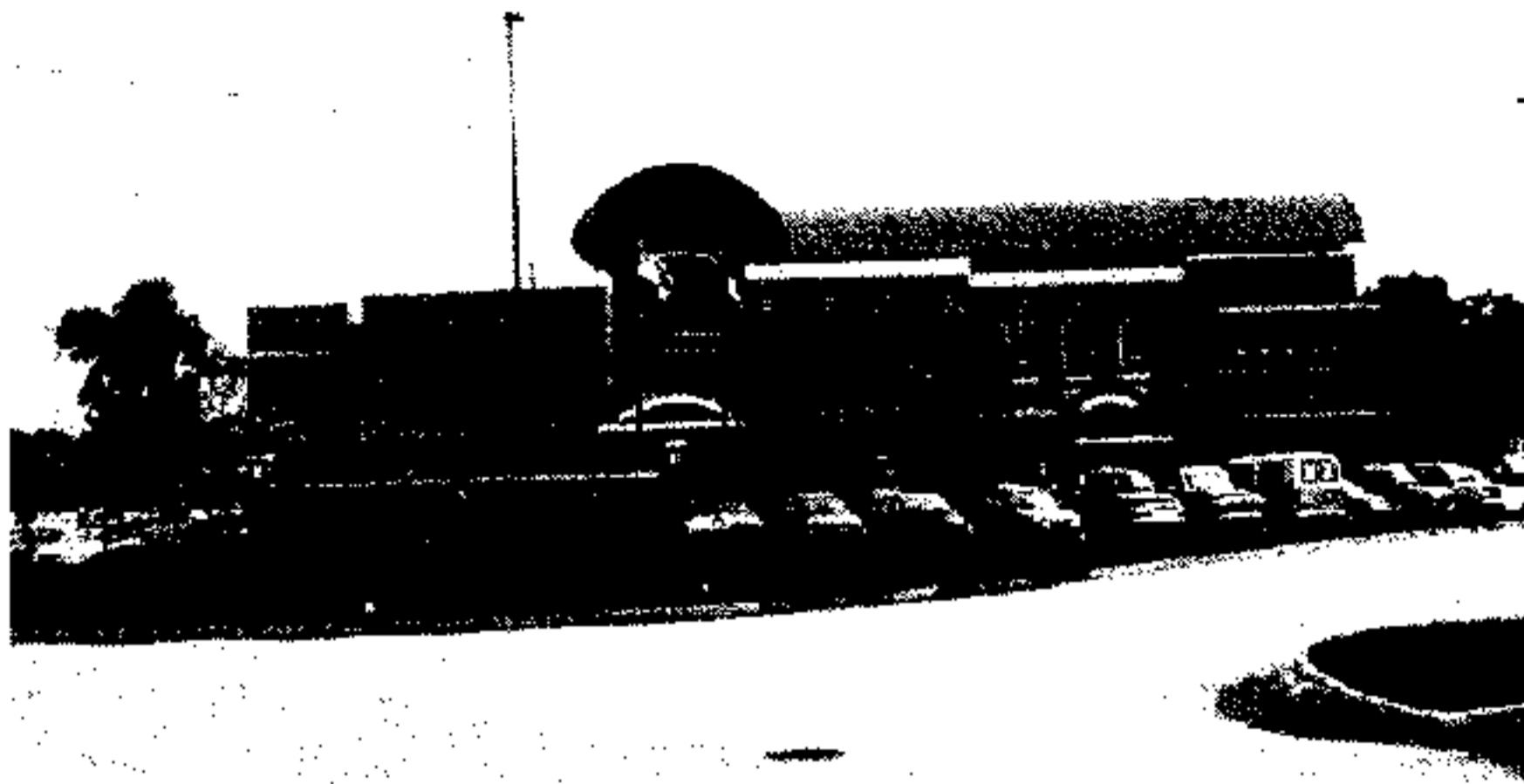
According to the Louisiana Department of Labor, the annual average rate of local unemployment within Terrebonne Parish decreased to an average of 3.8% in 2003 and the average labor force increased to 50,600 as reflected in the following table and chart.

Year	Average Labor Force *	Unemployment Rate *
1994	42,100	7.10%
1995	43,500	6.70%
1996	44,500	5.40%
1997	46,700	4.30%
1998	50,000	3.50%
1999	50,800	4.20%
2000	48,300	3.90%
2001	48,300	3.80%
2002	49,400	3.90%
2003	50,600	3.80%



Source: *Louisiana Department of Labor

Major Initiatives in 2003



2003 Library Grand Opening

Terrebonne Parish Library: A 70,000 square foot library replaced the 8,500 square foot library from central Downtown Houma to the Civic Center property on the outside border of Downtown.

The \$13 million dollar project opened in 2003 with a month-long grand opening that provided public tours and formal introductions.

Some of the highlights include a large conference room for up to 100 people and a small room for around 30 participants. Kitchen facilities are also available for users of the conference rooms. Separate from the open conference room is a formal boardroom for privacy.

The Aquatic-themed Children's Wing includes craft and story time rooms. A glass enclosed piano shaped sunroom facing the scenic bayou side for relaxing and reading is a unique feature of this state-of-the-art facility. The genealogy section with study and reference material has been set aside for those avid researchers. An Amphitheater sets the stage for in-house and traveling performing arts. In addition, traveling art exhibits and book signing by authors enhance the activities.

Quiet rooms throughout the library provide for study groups or individuals. Over 100 computers are available as well as "Distance Learning" which links continuing education students to live professors and instructors. A drive-up window adds a touch of convenience.

Houma-Terrebonne's newest museum, the "**Folklife Culture Center**", opened in 2003 in downtown Houma. It is a showcase facility for the folklife, art and culture of the parish and region, from Cajun cooking to duck carving demonstrations, to other cultural activities and events. The building, leased to the Houma Downtown Development Corporation by Parish Government, has been restored to its early 1900s look. The core rooms of the structure date from the mid-1800s, but subsequent additions brought the building to its current state. This building was vacant for many years and served as storage for Parish Government.

The **Houma-Terrebonne Civic Center** hosted the second season of its indoor football team, the Bayou Bucks, in 2003. This addition to the booking calendar added several new event days creating new jobs, increases in hotel/motel/restaurant activity, sales tax, and new money spent in the community for goods and services related to the franchise business operations of the team. In 2003, the Houma-Terrebonne Civic Center hosted an estimated 200 event days bringing in an estimated 200,000 guests.

Long-Term Financial Planning

Morganza-to-the-Gulf Hurricane-Protection Project: On November 17, 2001, the voters of Terrebonne Parish supported a quarter-cent sales tax to fund a hurricane protection project. Collections began July 1, 2002 and generated about \$1.9 million the first year and \$4.0 this past year. The sales tax will be combined with state and federal dollars to pay for the cost of the \$600 million grand-scale project. It is projected to provide an estimated 80 miles of levees, floodgates, dams and lock system in the Houma Navigation Canal. The Terrebonne Levee and Conservation District along with Louisiana Department of Transportation and Development and the U.S. Corp of Engineers is overseeing the 15-year undertaking. The Terrebonne Levee and Conservation District will maintain the system thereafter in accordance with the terms of a Local Services Agreement with Terrebonne Parish Consolidated Government. The Army Corps of Engineers will operate the lock system.

The project's goal is to save wetlands using controlled structures. The lock system will also help to provide safe drinking water by controlling saltwater intrusions into Terrebonne's primary drinking water source. Because of our location to the Gulf, coastal restoration and hurricane protection is vital to our parish.

FINANCIAL INFORMATION

Internal Control

The Parish Administration is responsible for establishing and maintaining an internal control designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: the cost of a control should not exceed the benefits likely to be derived; and the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state and local financial assistance, the Parish is also responsible for ensuring that an adequate internal control is in place to ensure and document compliance with applicable laws and regulations related to these programs.

Budgetary Controls

The Parish maintains extensive budgetary controls, including an encumbrance system, with legal provisions embodied in the annual operating budget and five-year capital outlay budget, approved by the Parish Council. Activities of the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Fund, and Proprietary Funds are included in the annual appropriated operating budget. Capital and long-term projects are prepared for the five-year capital outlay budget.

Budget-to-actual comparisons are not presented for the Debt Service and Capital Project Funds in the accompanying financial statements enclosed. The budgetary data adopted for the Debt Service Fund is controlled by the provisions of the various bond issues. The Capital Project Fund present cumulative as opposed to annual budget amounts.

The level of budgetary control under the Parish President allows the transfer of part or all of any unencumbered appropriation within departments. Any amendment involving the transfer of monies from one department to another or exceeding amounts estimated must be approved by the Council. Further explanations can be found in the Notes to the Financial Statements (No. 1, "Summary of Significant Accounting Policies").

FIDUCIARY OPERATIONS

Pension Trust Fund Operations: Employees of the parish, except for policemen and firemen of the City of Houma, are members of the Parochial Employees' Retirement System, Plan B. On October 1, 1983, the City of Houma policemen joined the Municipal Police Employees' Retirement System (MPERS) of the State of Louisiana. The Parish maintains a Trust Fund (Police Pension and Relief Fund) for the policemen hired prior to October 1, 1983. Effective January 1, 1980, new firemen are covered under the Firefighters' Retirement System of the State of Louisiana. The Parish maintains a Trust (Firemen's Pension and Relief Fund) for firemen hired prior to January 1, 1980. On March 26, 1996, the City of Houma Firemen's Pension Plan entered into a merger agreement with the Firefighter's Retirement System of the State of Louisiana, which was effective July 1, 1995. Additional information can be found in the Notes to the Financial Statements (No. 20, "Pension Plans")

DEBT ADMINISTRATION

The Parish had a number of debt issues outstanding at year-end including the following:

Public Improvement	\$35,055,000
General Obligation	7,100,000
Special Assessment	55,612
Revenue Bonds	10,095,000

Further disclosure information can be found in the Notes to the Financial Statements (No. 10, "Long-Term Obligations").

CASH MANAGEMENT

The investment objectives of the Parish are to obtain the most favorable rate of return while maintaining enough liquidity to meet the operating requirements of the Government. Primary emphasis is placed upon the safety of such funds in an effort to minimize risk while earning maximum returns.

The Parish for investment purposes, including demand deposits, certificates of deposit, Federal Home Loan Bank Notes, Federal Home Loan Mortgage Corporation Notes, Federal National Mortgage Association Notes, Federal Farm Credit Bank Notes, Federal Agricultural Mortgage Association Notes United States Treasury Bills and Louisiana Asset Management Pool for short-term available cash. The year 2003 generated interest earnings of \$1,933,854 with an average investment rate of 1.72%. In 2002, interest earnings totaled \$3,046,314 with an average investment rate of 2.56% on investments.

The Parish's cash resources were divided between cash and investments as follows:

	2003		2002	
	Amount	Average Percent	Amount	Average Percent
Cash on hand	\$ 17,219	0.01%	\$ 6,821	0.01%
Carrying amount of deposits	44,202,801	37.33%	44,259,876	35.92%
Carrying amount of investments	74,189,637	62.66%	78,960,444	64.08%
Totals	\$118,409,657	100.00%	\$ 123,227,141	100.00%

All funds managed and invested by the Parish are done so in accordance with Louisiana Revised Statutes, Title 39, Chapter 7, and the Terrebonne Parish Consolidated Government Home Rule Charter, section 4-04. Any institution issuing certificates of deposits or maintaining an interest bearing checking account in excess of the FDIC insurance will be required to pledge collateral to secure the investments. The collateral pledged investments must be held by a third party bank serving as custodian. Further explanations and details can be found in the Notes to the Financial Statements (No. 4, "Deposits and Investments")

RISK MANAGEMENT

The Parish's comprehensive risk management program includes property, liability, safety, worker's compensation, health, life, and dental. This program is responsible for an organized and aggressive loss control program, safety management, and accident/injury prevention programs. Losses and claims incurred but not reported that are measurable and probable are accrued in the accompanying financial statements. An actuarial study is engaged annually to calculate the incurred but not reported liability claims. The self-insurance policies are further explained in the Notes to the Financial Statements (No. 17, "Risk Management").

INDEPENDENT AUDIT

The Parish's Home Rule Charter requires a comprehensive annual audit to be performed by the state or the Council may designate a private certified public accountant or firm of such accountants. The Parish financial statements have been audited by Bourgeois Bennett, L.L.C., a firm of licensed certified public accounts. The financial statements have received an "unqualified opinion" indicating that in all material respects, the Parish's basic financial statements are presented fairly and in conformity with accounting principles generally accepted in the United States of American.

In addition, the audit also meets the requirements of the Federal Single Audit Act of 1984 and related OMB Circular A-133. The auditor's reports related specifically to a single audit are issued under separate cover.

AWARDS

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the Terrebonne Parish Consolidated Government for its Comprehensive Annual Financial Report for the fiscal years ending December 31, 1997 through December 31, 2002. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence by GFOA, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report with contents conforming to program standards. Such reports must satisfy both Accounting Principles Generally Accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This is the sixth year the Parish has received the Certificate of Achievement. We believe our current report conforms to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for a certificate.

For the first year, the Parish has received the GFOA's Distinguished Budget Presentation Award for its annual budget document for 2003. In order to qualify for the Distinguished Budget Presentation Award, the Parish's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communication device. The 2004 budget was submitted to GFOA with results still pending as of this date.

ACKNOWLEDGMENTS

We wish to express our appreciation to all departments of the Parish who assisted and contributed to the preparation of this report. Special acknowledgment is due to the staff of the Accounting Division and audit staff of Bourgeois Bennett, LLC, whose dedicated efforts resulted in the successful completion of this report.

In addition, we express our appreciation to the Parish President and Parish Council for their continuing interest and support in planning and conducting the financial affairs of the Parish in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Jamie J. Elfert".

Jamie J. Elfert
Parish Comptroller
Finance Department

TERREBONNE PARISH CONSOLIDATED GOVERNMENT

PRINCIPAL OFFICIALS

December 31, 2002

Parish President

Parishwide

Robert J. Bergeron

Parish Council Members

District 1

Alvin Tillman

District 2

Wayne J. Thibodeaux

District 3

Ray B. Boudreaux, Jr.

District 4

Christa M. Duplantis

District 5

Joseph B. Breaux, Jr.

District 6

Harold F. Lapeyre

District 7

Clayton J. Voisin

District 8

J. Peter Rhodes

District 9

Daniel D. Henry

Council Clerk

Paul Labat

Administration Staff

Parish Manager/Public Works Director

Al Levron

Finance:

Parish Comptroller

Jamie J. Elfert

Information Systems Manager

Neal Prejean

Utilities Director

Thomas K. Bourg

Human Resources & Risk

Management Director

Margie Scott

Planning & Zoning Director

T. Pat Gordon

Public Safety:

Fire Chief

Brian Hebert

Police Chief

Pat Boudreaux

Juvenile Detention Director

Jason Hutchinson

Emergency Preparedness

Michael Deroche

Adult Jail Medical Director

Ed Byerly

Parks and Recreation Director

Sterling Washington

Civic Center Director

Linda McCarthy

Cultural Resources &

Economic Development Director

Mart Black

Housing & Human Services

Darrel Waire

Legal

Carolyn McNabb

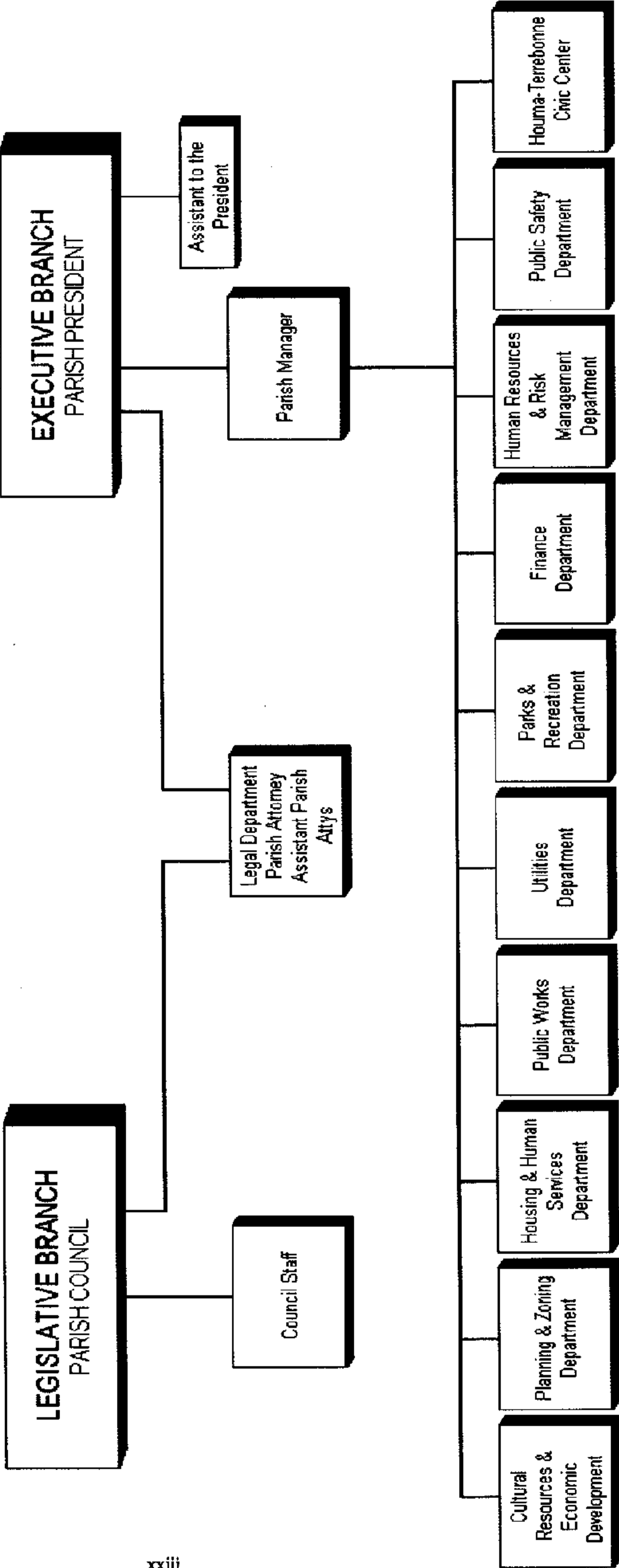
TERREBONNE PARISH CONSOLIDATED GOVERNMENT

Finance Department/Accounting Division

Parish Comptroller	Jamie J. Elfert
Assistant Comptroller/Budget Officer	Donald Picou
Investment Officer	Susan B. LeBlanc
Accounting Manager	Kayla Dupre
Accounting Supervisor	Paulette Garrett, CPA
Accounting Supervisor	Timothy Hitt
Accountant (Contracts)	Jill Becnel
Accountant (Budget Assistant)	Sonja Chiasson
Accounting Clerk (Payroll/Fixed Assets)	Sheila Boudreaux
Accounting Clerk (Accounts Receivable)	Debbie Bourg
Accounting Clerk (Accounts Receivable)	Ava Fontenot
Accounting Clerk (Accounts Payable)	Felicia Aubert
Accounting Clerk (Accounts Payable)	Rhonda Samanie
Accounting Clerk (Accounts Payable)	Mary Ann Klingman
Accounting Clerk	Peggy Pitre
Accounting Clerk (Grants)	Susan Cadiere
Accounting Clerk (Grants)	Regina Bascle
Executive Secretary	Ruby LeCompte
Receptionist/Switchboard	Loretta Johnson
Secretary	Lamar Gautreaux
Accounting Intern	Jay Lagarde

TERREBONNE PARISH CONSOLIDATED GOVERNMENT

February 23, 2000



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Terrebonne Parish
Consolidated Government,
Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2002

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "Edward Handberg".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



FINANCIAL SECTION



Bourgeois Bennett

INDEPENDENT AUDITOR'S REPORT

To the Parish President and the
Terrebonne Parish Council,
Houma, Louisiana.

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Terrebonne Parish Consolidated Government, Louisiana (the Parish) as of and for the year ended December 31, 2003 which collectively comprise the Parish's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Terrebonne Parish Consolidated Government, Louisiana's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Terrebonne General Medical Center, Houma-Terrebonne Airport Commission, Houma Area Convention and Visitors Bureau, Houma-Terrebonne Regional Planning Commission, Houma-Terrebonne Public Trust Financing Authority, Terrebonne Parish Coroner, City Court of Houma, District Attorney, Clerk of Court, Assessor, Bayou Cane Fire Protection District, Terrebonne Parish Recreation District No. 3, Terrebonne Parish Recreation District No. 8, Terrebonne Communications District, Firemen's Pension and Relief Fund and Judicial District Court Law Clerk Fund which represent 63% and 82%, respectively, of the assets and revenues of the aggregate discretely presented component units. In addition, the financial statements of the aforementioned component units represent 80% and 88%, respectively, of the assets and additions of fiduciary funds. Those financial statements were audited by other auditors, whose reports thereon were furnished to us, and our opinion, herein, insofar as it relates to the amounts included for these entities, is based on the reports of the other auditors.

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, as 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 and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Parish, as of December 31, 2003, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Major Special Revenue Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated June 15, 2004 on our consideration of the Terrebonne Parish Consolidated Government, Louisiana'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 the report in considering the results of our audit.

The Management's Discussion and Analysis on pages 3 through 14, is not a required part of the basic financial statements but is 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 supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Terrebonne Parish Consolidated Government, Louisiana's basic financial statements. The introductory section, supplementary information section, other supplementary information section and statistical information section presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying financial information listed in the supplementary information section have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical information section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Bougeois Bennett, L.L.C.

Certified Public Accountants.

Houma, Louisiana,
June 15, 2004.

TERREBONNE PARISH CONSOLIDATED GOVERNMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Finance Department, Accounting Division is responsible for the overview and analysis of the financial activities of the Terrebonne Parish Consolidated Government (the Parish) for the year ended December 31, 2003. The explanation provided is designed to introduce the financial highlights and offer an overview of our financial statements.

Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and facts known to date. This narrative includes a government-wide financial analysis of revenues, expenses, and changes in the net assets. Further detail offers our readers a financial analysis of the Parish's funds consisting of the governmental fund types and proprietary funds. We encourage our readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages vii through xxiii of this report.

FINANCIAL HIGHLIGHTS

Assets of the Parish, the primary government, exceeded its liabilities at the close of the most recent fiscal year by \$265.1 million (net assets). Of this amount, \$35.4 million (unrestricted net assets) may be used to meet the Parish's ongoing obligations to citizens and creditors.

The Parish's total net assets increased by \$2.7 million during 2003. Governmental activities' net assets increased \$2.8 million during 2003, primarily as a result of the collection of a new ¼% sales tax dedicated to the Morganza to the Gulf Hurricane Protection System (\$2.4 million). The business-type net assets decreased by approximately \$66,000 in 2003, which is a near break-even result.

At the end of our current fiscal year, the Parish's governmental funds reported combined ending fund balances of \$70.2 million, a decrease of \$9.9 million in comparison with the prior year. Approximately 52.3% of this total amount, \$36.7 million, is available for spending at the Parish Government's discretion (unreserved fund balance).

At year-end, unreserved fund balance for the general fund was \$8.2 million, or 74.0% of total 2003 general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

With the implementation of Governmental Accounting Standards Board Statement 34, a government's presentation of financial statements has been significantly changed. The new statements focus on the government as a whole (government-wide) and the major individual funds. Both perspectives (government-wide and major fund) allow the reader to address relevant questions, broaden a basis for comparison (year to year or government to government) and will enhance the Parish's accountability.

Government-Wide Financial Statements

The government-wide financial statements reported in Exhibits 1 and 2 are designed to be similar to private-sector business in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. The statements combine all governmental fund's current financial resources with capital assets and long-term obligations. Infrastructure for the years 1980 to 2001 will be included in the future. Also presented in the government-wide financial statements is a total column for the business-type activities of the primary government. Component units are separate legal governmental entities to which the Parish may be obligated to provide financial assistance and are presented as a separate column in the government-wide statements and as individual activities in the Fund Financial Statements.

The Statement of Net Assets reported in Exhibit 1 presents information on all the Parish's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as useful indicator of whether the financial position of the Parish is improving or deteriorating.

The Statement of Activities reported in Exhibit 2 presents information showing how the government's net assets changed during the most recent fiscal year. All changes in the assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. For example, uncollected taxes and earned but unused vacation leave result in cash flows for future periods. The focus of the Statement of Activities is on both the gross and net cost of various activities, which are funded by the government's general tax and other revenues. This is intended to summarize information and simplify the user's analysis of cost of various governmental services and/or subsidy to various business-type activities and component units.

The government wide financial statements distinguish functions of the Parish that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities reflect the Parish's basic services include the financial activities of the Parish Administration, Public Works (Government Buildings, Engineering, Centralized Fleet Maintenance, Drainage, Roads and Bridges and Public Transit), Public Safety (City Police, City Fire, Juvenile Detention, Adult Jail and Emergency Preparedness), Finance (Accounting, Customer Service, Information Systems and Purchasing), Parks and Recreation, Planning and Zoning, Housing and Human Services, Cultural Resources and Economic Development and Legal. The business-type activities of the Parish include an electric generation and distribution operation, natural gas distribution, a sewerage collection system and operations of a civic center.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is now on major funds, rather than generic fund types. All the funds of the Parish can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The Governmental Major Fund presentation in Exhibits 3 through 12 is presented on a modified accrual basis. This the manner in which the financial budget is typically developed. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's current financing requirements. The Parish has presented the following major funds: General Fund, Public Safety Fund, Grant Fund, Road and Bridge Maintenance Fund, Drainage Maintenance Fund, Sanitation Maintenance Fund and the Capital Projects Fund.

All non-major governmental funds are presented in one column, titled Other Governmental Funds. Combining financial statements of the non-major funds can be found in the Combining and Individual Fund Statements and Schedules that follow the basic financial statements.

Proprietary Funds report both enterprise and internal service funds on the fund financial statements. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statement. The intent is that costs of goods or services to the general public on a continuing basis be financed primarily through user charges. The Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the Parish's various functions. The government uses internal service funds to account for the financing of goods or services provided by the Risk Management (self-insurance, group benefits), Human Resources Administration (self-funded employment plan), Centralized Purchasing/Warehouse, Information Systems and Centralized Fleet Maintenance Departments. Because these services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities section in the government-wide financial statements. Combining statements of the individual internal service funds can be found in the Combining and Individual Fund Statements following the basic financial statements.

Fiduciary Funds are used to account for resources held for the benefit of parties outside the Parish. While these funds represent a trust responsibility, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

While the total column on the business-type fund financial statements for enterprise funds (see Exhibit 13 and 14) is the same as the business-type column at the government-wide financial statement, the governmental major funds total column requires a reconciliation because of the different measurement focus which is reflected on the page following each statement (see Exhibits 4 and 6). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the Governmental Activities column in the government-wide statements.

Capital Assets

General capital assets include land, improvements to land, easements, buildings, vehicles, machinery and equipment, infrastructure, and all other tangible assets that are used in operations and that exceed the Parish's capitalization threshold explained in Note 1D, Exhibit 20. The Parish has capitalized all general capital assets. All infrastructure projects completed and acquisitions occurring in calendar years ending December 31, 2002 and 2003 have been capitalized. All infrastructure assets have not been capitalized in this financial presentation for the years 1980 through 2001. Governmental Accounting Standards Board Statement No. 34 allows the Parish a transitional period for reporting infrastructure assets up to June 15, 2005. The Parish plans to record all material infrastructure assets prior to the deadline imposed. Prior to the implementation of the new reporting model, no depreciation was charged on general capital assets. Accumulated depreciation was recorded for the first time based on the date of acquisition and the life span of the asset in the 2002 financial statements.

Other Information

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are a required part of the basic financial statements and can be found in Exhibit 20 of this report.

Supplementary Information

The combining statements referred to earlier in connection with the non-major governmental and proprietary funds is presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules include Statements A-1 through E-3 of the report.

Other supplementary financial information can be found in Schedules 1 through 3 of this report. The Statistical Section (Tables 1 through 17) are included for additional information and analysis and do not constitute a part of the audited financial statements.

The Office of Management and Budget A-133 Single Audit auditor reports, findings and schedules are included in a separately issued Single Audit Supplementary Financial Report.

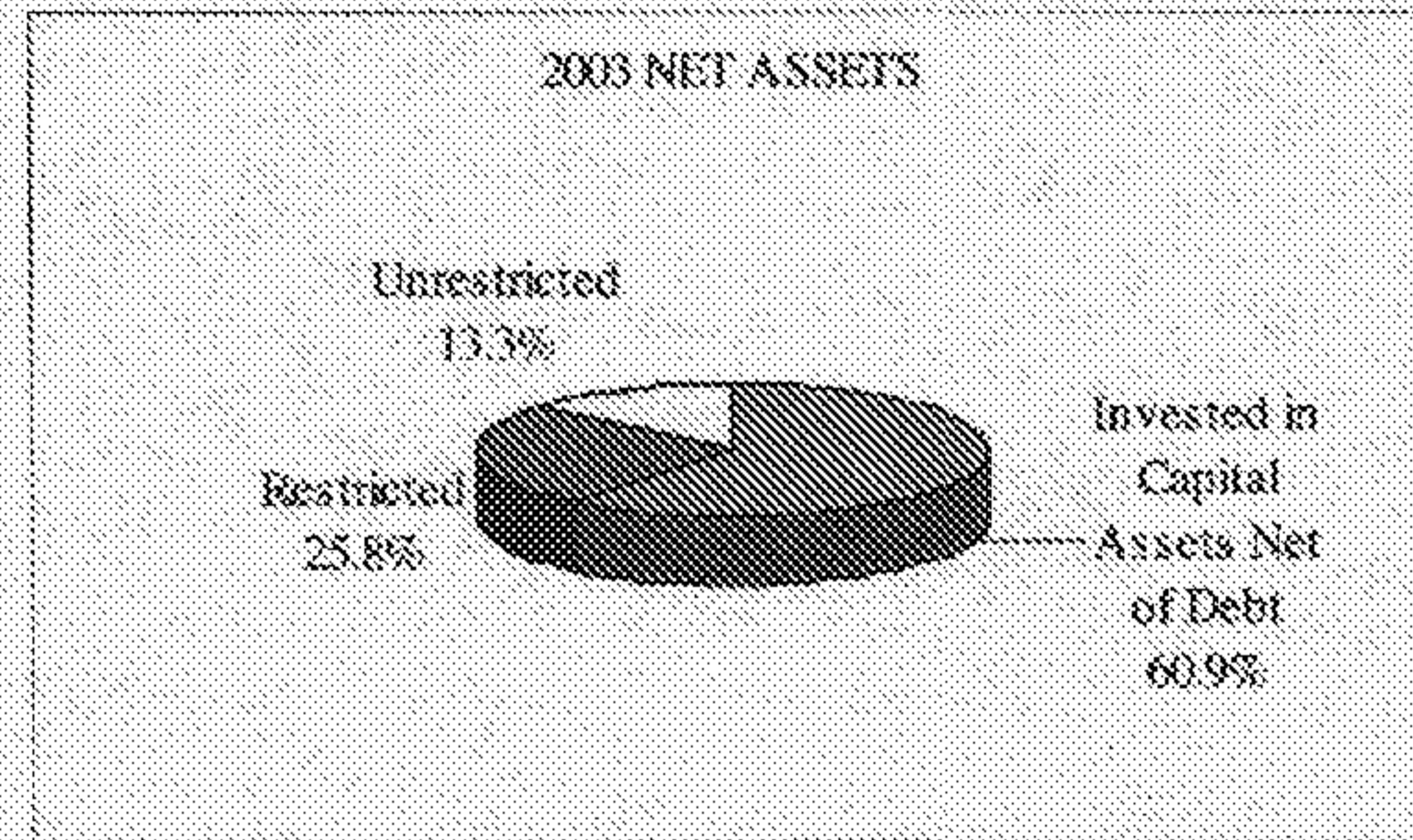
Government-Wide Financial Analysis

The table on the following page reflects the condensed Statement of Net Assets for 2003, with comparative figures from 2002.

Terrebonne Parish Consolidated Government
Condensed Statement of Net Assets
12/31/2003 and 2002
(in millions)

	Governmental Activities		Business-Type Activities		Total	
	2003	2002	2003	2002	2003	2002
Assets:						
Current and Other Assets	\$112.1	\$119.3	\$ 23.6	\$ 22.9	\$135.7	\$142.2
Restricted Assets	1.4	0.6	23.6	21.4	22.0	22.0
Capital Assets	98.9	88.5	108.2	107.9	207.1	196.4
Total Assets	212.4	208.4	152.4	152.2	364.8	360.6
Liabilities:						
Current Liabilities	40.3	35.9	4.3	2.9	44.6	38.8
Long-Term Liabilities	45.3	48.3	9.8	10.9	55.1	59.4
Total Liabilities	85.6	84.4	14.1	13.8	99.7	98.2
Net Assets:						
Invested in Capital Assets Net of Debt	62.8	53.2	98.6	97.3	161.4	150.5
Restricted	28.7	30.5	39.6	40.9	68.3	71.4
Unrestricted	35.3	40.3	0.1	0.2	35.4	40.5
Total Net Assets	\$126.8	\$124.0	\$138.3	\$138.4	\$265.1	\$262.4

For more detailed information see Exhibit 1, Statement of Net Assets.



Approximately 60.9% of the Parish's net assets as of December 31, 2003, reflects the government's investment in capital assets (land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets that is still outstanding. The Parish government uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Another 25.8% of the government's net assets are subject to external restrictions as to their use.

The remaining unrestricted net assets of 13.3% are available for future use as directed by the Parish President and Parish Council to meet ongoing obligations of the government to citizens and creditors.

The table below provides a summary of the changes in net assets for the year ended December 31, 2003, with comparative figures from 2002:

Terrebonne Parish Consolidated Government
Condensed Statement of Changes in Net Assets
For the Year Ended December 31, 2003 and 2002
(in millions)

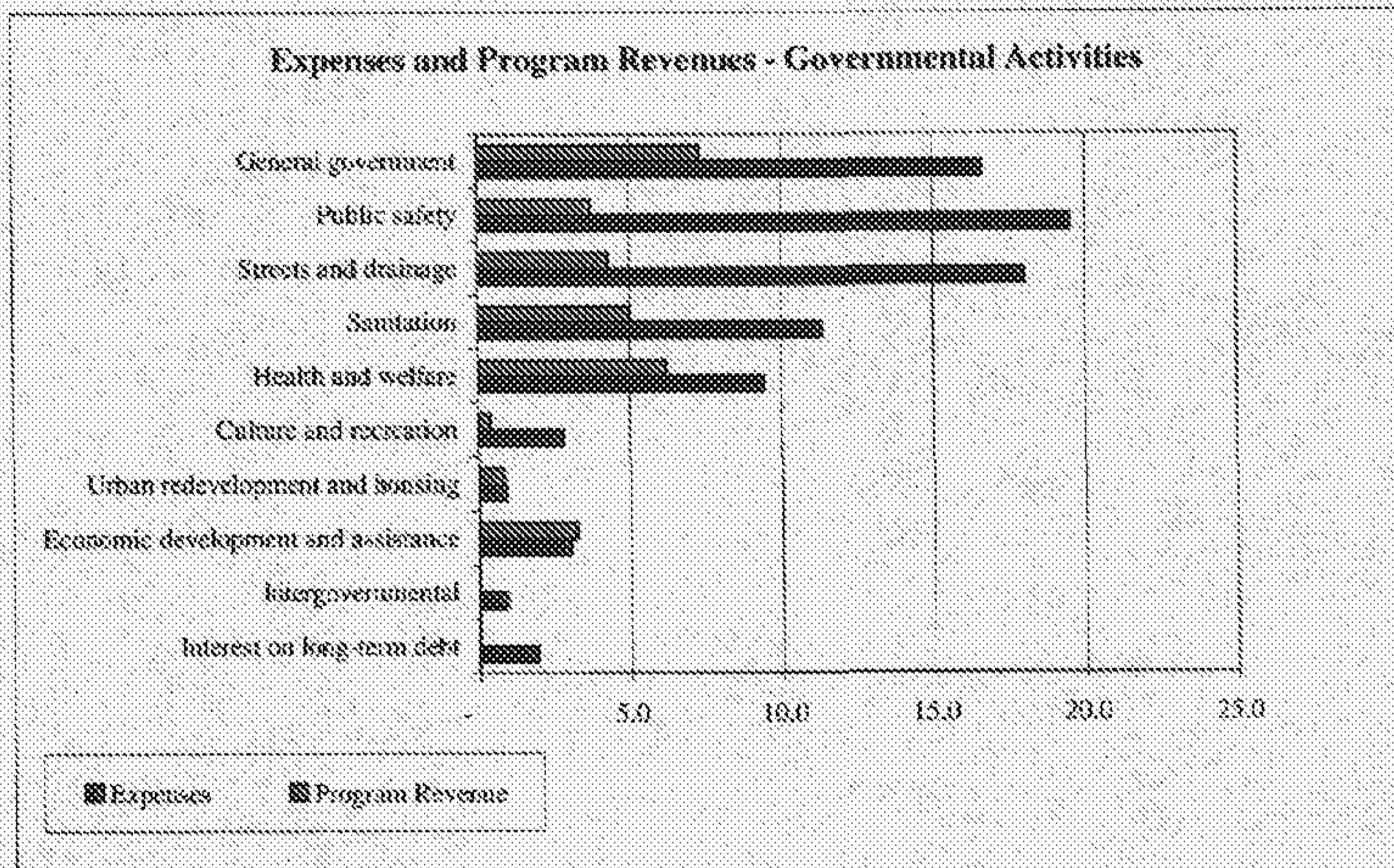
	Governmental Activities		Business-Type Activities		Total	
	2003	2002	2003	2002	2003	2002
Revenues:						
Program Revenue:						
Charges for Services	\$ 12.6	\$ 13.1	\$ 49.7	\$ 40.6	\$ 62.3	\$ 53.7
Operating Grants and Contributions	14.3	14.7			14.3	14.7
Capital Grants and Contributions	4.0	3.4		0.3	4.0	3.7
General Revenues:						
Property Taxes	18.1	16.9			18.1	16.9
Sales Taxes	26.7	24.5			26.7	24.5
Other Taxes	0.8	0.8			0.8	0.8
Grants and Contributions Not Restricted to Specific Programs	9.0	7.7			9.0	7.7
Other	0.4	0.7	0.3	0.8	0.7	1.5
Total Revenues	<u>85.9</u>	<u>81.8</u>	<u>50.0</u>	<u>41.7</u>	<u>135.9</u>	<u>123.5</u>
Expenses:						
General Government	16.1	15.1			16.1	15.1
Public Safety	19.8	16.4			19.8	16.4
Streets and drainage	18.2	15.1			18.2	15.1
Sanitation	11.3	11.0			11.3	11.0
Health and Welfare	9.4	7.6			9.4	7.6
Culture and Recreation	2.8	2.7			2.8	2.7
Urban Redevelopment and Housing	0.9	1.1			0.9	1.1
Economic Development and Assistance	3.0	2.6			3.0	2.6
Intergovernmental	0.9				0.9	
Interest on Long-Term Debt	1.9	2.2			1.9	2.2
Electric & Gas			40.7	31.0	40.7	31.0
Sewerage			6.0	5.5	6.0	5.5
Civic Center			2.2	2.2	2.2	2.2
Total Expenses	<u>84.3</u>	<u>73.8</u>	<u>48.9</u>	<u>38.7</u>	<u>133.2</u>	<u>112.5</u>
Increase in Net Assets Before Transfers	1.6	8.0	1.1	3.0	2.7	11.0
Transfers	1.2	0.1	(1.2)	(0.1)		
Increase in Net Assets	<u>2.8</u>	<u>8.1</u>	<u>(0.1)</u>	<u>2.9</u>	<u>2.7</u>	<u>11.0</u>
Net Assets, January 1	124.0	115.9	138.4	135.5	262.4	251.4
Net Assets, December 31	<u>\$ 126.8</u>	<u>\$ 124.0</u>	<u>\$ 138.3</u>	<u>\$ 138.4</u>	<u>\$ 265.1</u>	<u>\$ 262.4</u>

The government's net assets increased by \$2.7 million during the current fiscal year.

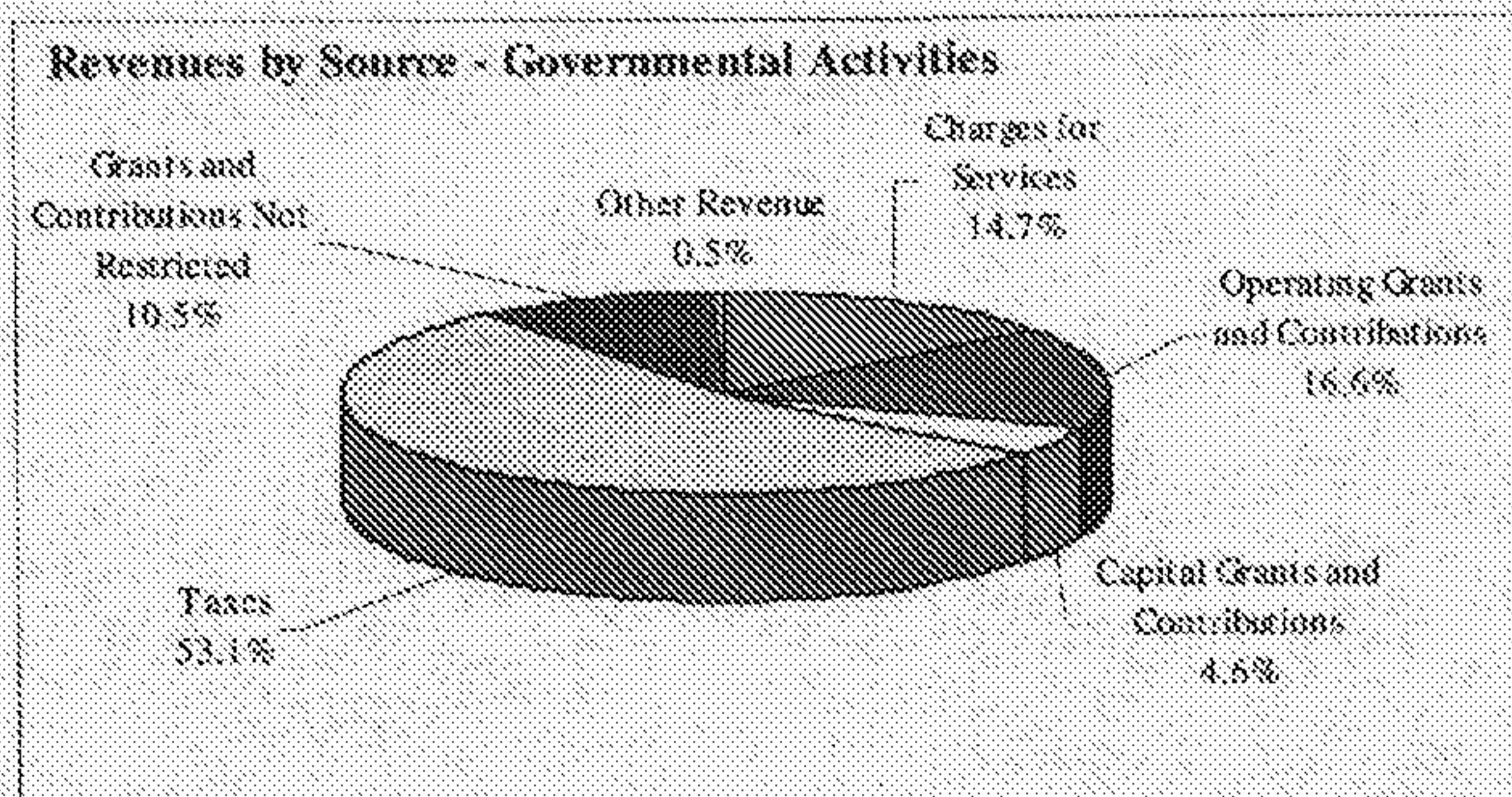
Governmental Activities net assets increased \$ 2.8 million in 2003, primarily due to:

1. An increase of approximately \$1.2 million, or 5.7% was collected from property taxes due to an increase in taxable property values and the return to the maximum authorized millage rates within the Road Lighting Districts. In prior years levies had been reduced in the Road Lighting Districts in an effort to use fund balance surpluses.

2. An increase of \$2.2 million from the collection of a ¼% sales tax dedicated to the Morganza to the Gulf Hurricane protection system. The funds are invested by the Parish until the Terrebonne Levee and Conservation District requires the funds to proceed with engineering and construction of various hurricane protection projects.
3. An additional \$1.6 million from state and federal grant revenue substantially for 2002 hurricane and tropical storm damaged areas of the Parish.
4. Sanitation had a net decrease in Charges for Services of \$.7 million from 2002 to 2003 due to the reduction of the tipping fees charged to the Parish collection contractor and an increase in the collection fees charged from \$6.00 per month to \$7.00 per month.
5. A decrease in investment income of \$.7 million. The average investment rate dropped from 2.56% in 2002 to 1.72% in 2003.
6. Other miscellaneous decreases of \$.8 million.



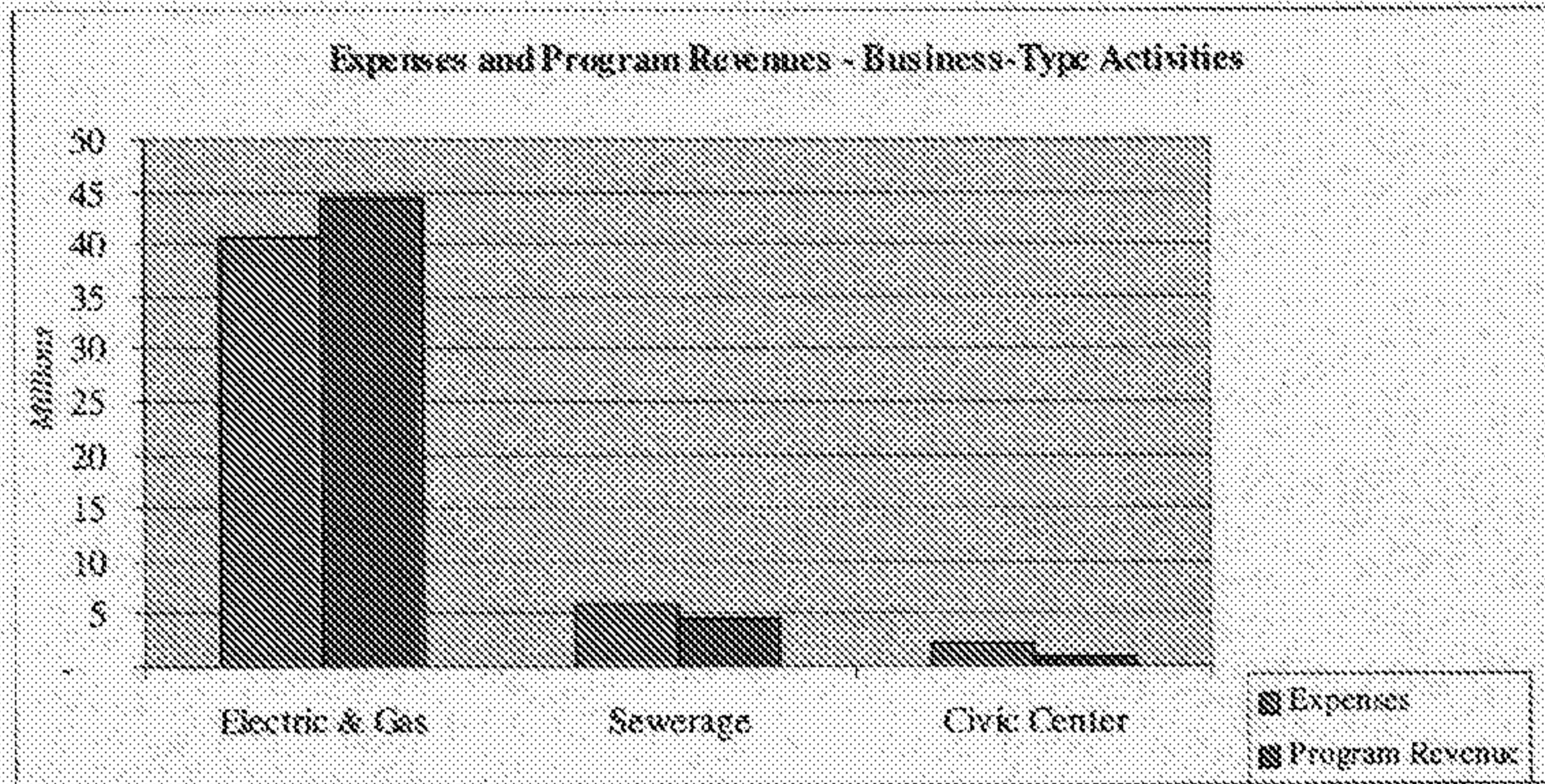
As shown below, 53.1% of the revenues generated by Governmental Activities are taxes, made up primarily of property and sales taxes.



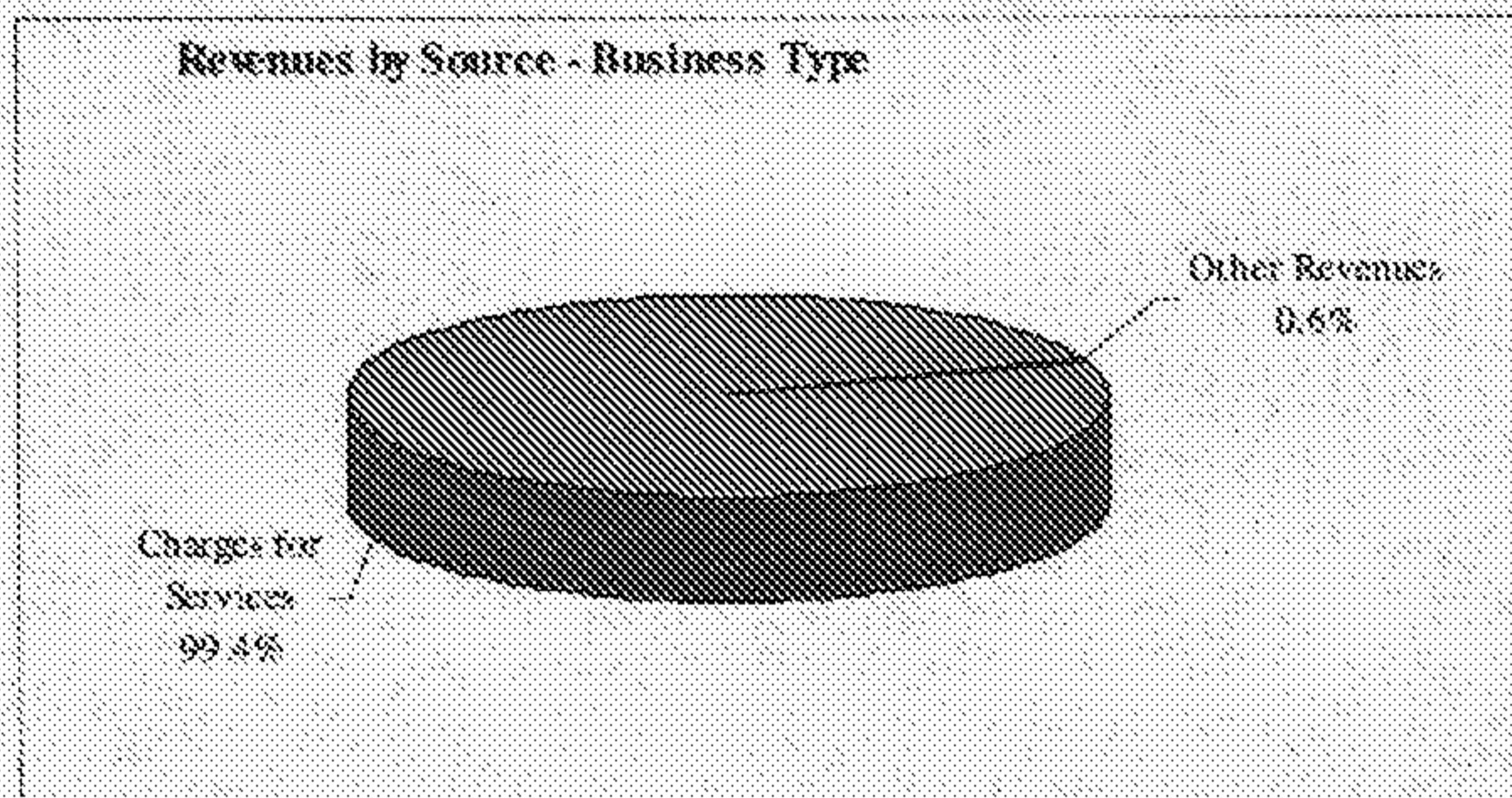
Business-Type Activities net assets decreased by approximately \$66,000 in 2003, compared to \$2.9 million in 2002. The primary reason for the drop in net assets was as follows:

- A decrease in transfers-in from governmental activities of \$2.7 million for sewerage capital assets and Civic Center supplement.

The following graph compares charges for services to the operating expenses of each activity. The general fund supplements the civic center activities while the sewerage fund has increased their rates in 2003 in an effort to independently support the services.



As shown on the following chart, the revenues other than charges for services reflect capital grants and contribution used for sewerage activities.



Financial Analysis of the Government's Funds

Governmental Funds: The focus of the Parish's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Parish's financing requirement. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The combined fund balances of the Parish's governmental funds at December 31, 2003 was \$70.2 million as compared to \$80.1 million at December 31, 2002, a decrease of \$9.9 million. Approximately 52.3% of this total amount (\$36.7 million) constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed to debt service (\$5.0 million), capital projects (\$28.1 million), and other (\$.4 million).

The general fund is the chief operating fund of the Parish. At the end of the current fiscal year, unreserved, undesignated fund balance of the general fund was \$6.5 million, while the total fund balance reached \$11.1 million. Compared with total fund balance of \$13.2 million at the end of 2002, the fund balance decreased by approximately \$2.1 million due to the following key factors:

- A supplemental transfer of \$1,000,000 to the Parish self-insured group insurance fund was required due to dramatic increases in medical care.
- An increased supplement of \$430,000 paid to the Criminal Court Fund for the addition of the Parish Drug Court and overall increases to group benefit program they were unable to absorb.
- Non-recurring capital outlay.

The decrease in fund balance of the Capital Project Fund by \$3.6 million to \$26.4 million was due to several multi-year projects on going from funds budgeted and set aside in previous years.

Other major funds, including the Public Safety Fund (Police and Fire within the city limits of Houma), Grant Fund, Road and Bridge Maintenance Fund, Drainage Maintenance Fund and Sanitation Maintenance Fund had a net decrease in the fund balances of \$7.9 million. The major impacts were as follows:

- Public Safety Fund – substantial increase in the cost of personal services, including group insurance and pension benefits.
- Drainage Fund – major expenditures in 2003 as the result of 2002 hurricane and tropical.
- Sanitation Maintenance Fund – increases in the cost of collection, transportation of waste and reduction of tipping fees charged to contract waste collector.

Proprietary Funds: The Parish' proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Utility Fund at December 31, 2003, reflected \$9.8 million. This fund is used to account for electricity and gas services to certain areas of the Parish. This fund is self-supporting from program revenues. This fund encompasses all assets associated with electric generation and distribution and gas distribution. Investment in capital assets at the end of the current fiscal year totaled \$30.6 million.

The Sewerage Fund of the Parish had unrestricted net assets of \$11.1 million at December 31, 2003. This fund encompasses all assets associated with sewerage operations, maintenance, and capital improvements held by the Parish. Investment in capital assets at the end of the current fiscal year totaled \$50.6 million.

The Civic Center Fund had \$.1 million in unrestricted net assets at December 31, 2003 and \$17.4 million invested in capital assets. A General Fund supplement of \$.7 million in 2003 was required for the operations and maintenance of the facility in addition to the revenues generated by sales and service charges.

General Fund Budgetary Highlights

The major difference between the original general fund budget and the final amended budget was the carry-over of prior year capital expenditures (net of revenue \$3.2 million) and an appropriation of \$1.0 million to the Group Insurance Fund.

Material differences between actual results and budgeted amounts in the general fund are as follows:

- State Mineral Royalties and Video draw poker revenues had collections in excess of the budget by approximately \$2.0 million and \$.8 million respectively. Any funds collected in excess of these budgeted items are carried forward to future years for non-recurring expenditures.
- Expenditures budgeted for the Planning Department's Nuisance and Abatement Program were less than actual by approximately \$.3 million in 2003 because contract services were used less than planned. These funds are generally carried forward to the next year, as this program is sporadic in nature.
- The Criminal Court Fund required an additional supplement of \$430,000 in excess of the budget due to a drop in revenue from ticket collections and the implementation of the Drug Court System.

Capital Asset and Debt Administration

Capital Assets: The Terrebonne Parish Consolidated Government's investment in capital assets for its governmental and business type activities as of December 31, 2003, amounts to \$207.1 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, gas and electric utility systems, civic center, landfill, sewer system facilities, roads, highways, bridges, and drainage systems. The increase in the Parish's investment in capital assets for the current fiscal year was \$10.7 million, an 11.7% increase for governmental activities and a .3% increase for business-type activities.

Major capital asset events during the current fiscal year included the following:

- Completion of the following projects:
 - Drug Rehabilitation Center Expansion, \$.3 million
 - Bonanza Drainage Pump Station Flood Proofing (infrastructure), \$.2 million
 - Summerfield/Southdown Drainage Improvements (infrastructure) , \$1.9 million
 - Westgate Ditch Bulkhead (infrastructure), \$.3 million
 - Crescent Drainage Project (infrastructure), \$.7 million
 - Green Acres Drainage Improvement (infrastructure), \$.7 million
 - Morgan St. Bridge Replacement (infrastructure), \$.4 million
- Capitalization of various projects still in progress:
 - Port Development (infrastructure), \$1.3 million
 - Shrimpers Row Road Improvements (infrastructure), \$.9 million
 - Folklife and Cultural Museum, \$.4 million
 - New Landfill Construction (infrastructure), \$1.2 million
 - IEB 4-8 Levee Floodwall Force Drainage Project (infrastructure), \$2.2 million
 - Lining of Bayou Grand Caillou (infrastructure), \$.3 million
 - Susie Canal Rehabilitation and Extension (infrastructure), \$.5 million
 - Pointe-Aux-Chenes Levee Rehabilitation 4-1 (infrastructure), \$.4 million

Terrebonne Parish Consolidated Government
 Capital Assets
 (Net of Depreciation)
 December 31, 2003 and 2002
 (in millions)

	Governmental Activities		Business-Type Activities		Total	
	2003	2002	2003	2002	2003	2002
Land	\$ 4.7	\$ 4.7	\$ 1.9	\$ 1.9	\$ 6.6	\$ 6.6
Buildings	25.1	25.3			25.1	25.3
Improvements Other Than Buildings and Infrastructure	6.5	2.4			6.5	2.4
Machinery and Equipment	13.9	13.0	1.0	1.1	14.9	14.1
Electric system and buildings			25.0	21.2	25.0	21.2
Gas distributions system and buildings			11.2	11.2	11.2	11.2
Sewer system and buildings			50.0	48.2	50.0	48.2
Civic Center buildings and equipment			16.2	16.7	16.2	16.7
Construction in progress	48.7	43.1	2.9	7.5	51.6	50.6
Total	\$ 98.9	\$ 88.5	\$ 108.2	\$ 107.8	\$ 207.1	\$ 196.3

Additional information on the Parish's capital assets can be found in Note 8, Exhibit 20 of this report.

Long-term Debt: At the end of the current fiscal year, the Parish had total bonded debt outstanding of \$52.3 million.

Terrebonne Parish Consolidated Government
 Summary of Outstanding Debt at Year-end
 December 31, 2003 and 2002
 (in millions)

	Governmental Activities:		Business-type Activities		Total Outstanding	
	2003	2002	2003	2002	2003	2002
Public Improvement	\$ 35.0	\$ 37.4			\$ 35.0	\$ 37.4
General Obligation	7.1	7.5			7.1	7.5
Special Assessment	0.1	0.1			0.1	0.1
Revenue Bonds			\$ 10.1	\$ 10.9	10.1	10.9
Total Outstanding	\$ 42.2	\$ 45.0	\$ 10.1	\$ 10.9	\$ 52.3	\$ 55.9

The Parish has issued public improvement bonds funded by the net collections of sales and use taxes levied by the Parish. New bonds cannot be issued if the highest future year's principal and interest payment will exceed 75% of the anticipated revenues of the tax securing the bonds for the year the bonds are sold. Debt service due within one year for Public Improvement Bonds is \$2.2 million, which is 58.2% of the 2004 anticipated revenues.

The Parish has issued and outstanding six issues of general obligation bonds. These bonds are secured by unlimited ad valorem taxation. The Parish's general obligation bond debt may not exceed 10% of the assessed value of all property of the Parish for any one purpose. The assessed value of the Parish for 2003 was \$571.1 million, making the debt limit for 2003 at \$57.1 million.

Special assessment bond issues are backed by the full faith and credit of the Parish.

As of December 31, 2003, the parish bonds are rated by major rating services Moody's and Standard & Poor's.

Moody's Rating	Rating
Public Improvement Bonds, Series ST-1998A	A2
Public Improvement Refunding Bonds, Series ST-1998 B	A2
General Obligation Bonds for Roads and Drainage	A2

Standard & Poor's	Rating
\$4.50 million Public Improvement Bonds Ser ST-2000 dated Nov. 1, 2000	AAA
\$12.57 million Public Improvement Bonds Ser ST-1998 A	AAA
\$2.93 million Public Improvement Sewer Refunding Bonds Ser ST-1998 B	AAA
General Obligation Bonds for Roads and Drainage	A+

Economic Factors and Next Year's Budget and Rates

- The 2003 unemployment rate for Terrebonne Parish averaged 3.8% compared to 3.9% in 2002.
- The budget planning began with the assumption that some of our revenues would produce 0% growth from State Mineral Royalties budgeted amount. In the years past, actual revenues have shown significant highs and lows from (\$2.9 million to \$6.9 million). With this in mind, it has been our practice to use only a portion of these proceeds for recurring operations and the remainder for non-recurring or special projects.
- Sales Tax collections support the operations of the General Fund, Public Safety Fund, Road and Bridge and Drainage Funds. The Parish is experiencing a small growth in sales tax collections, however we have projected our 2004 collections to be only 95% of the 2003 collections.
- Ad Valorem taxes are proposed at 0% growth for 2004 although property values continue to rise. The Parish is proceeding with caution due to an increase in the number of payments made under protest, based on actual historical activity.
- Interest earnings on investments are naturally a disappointment. Although new construction has surged from low interest rates for loans, our investments have only produced minimal results. Thus, for 2004 we are proposing interest earnings at a level significantly less than those received in 2003.
- The Parish approved an increase in Sanitation fees from \$6.00 to \$7.00 in 2003, a yearly incremental increase of \$1.00 beginning in 2003 and capping at \$10.00. Contract services were extended from August 2003 to August 2004 with various stipulations until the new contracts would be negotiated. Parish Administration will remain attentive in the oversight of this area and seek alternative service levels and methods for funding services to best incorporate the needs of our parish citizens.

Requests for Information

This financial report is designed to provide a general overview of the Terrebonne Parish Consolidated Government's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, Accounting Division, P. O. Box 2768, Houma, La. 70361. General information relating to the Parish can be found at the Parish website, www.tpcg.org.

BASIC FINANCIAL STATEMENTS



STATEMENT OF NET ASSETS

Terrebonne Parish Consolidated Government

December 31, 2003

ASSETS	Primary Government		Total	Component Units
	Governmental Activities	Business-type Activities		
Cash and cash equivalents	\$ 9,676,421	\$ 7,613,260	\$ 17,289,681	\$ 25,268,354
Investments	70,903,632	5,248,665	76,152,297	130,893,954
Receivables (net)	4,736,396	6,596,964	11,333,360	20,881,402
Internal balances	(2,991,618)	2,991,618		192,097
Due from other governments	27,196,425	26,537	27,222,962	6,623,208
Due from primary government				451,455
Due from component units	348,239	10,441	358,680	
Inventories	1,020,186	12,638	1,032,824	3,360,771
Other assets	708,156	432,350	1,140,506	8,862,008
Restricted assets:				
Cash and cash equivalents	51,071	9,355,785	9,406,856	7,368,626
Investments	1,398,674	11,301,031	12,699,705	
Deferred bond issuance costs	458,145	95,505	553,650	258,803
Investment in joint venture		590,087	590,087	
Capital assets:				
Non-depreciable	53,383,637	4,703,254	58,086,891	51,599,861
Depreciable, net:	45,485,720	103,488,949	148,974,669	214,313,639
Total assets	212,375,084	152,467,084	364,842,168	470,074,178
LIABILITIES				
Accounts payable and other current liabilities	14,772,017	2,371,787	17,143,804	19,613,854
Accrued interest payable	524,084		524,084	
Due to other governments	906,535	71,705	978,240	7,319
Due to component units	451,455		451,455	
Due to primary government				358,680
Deferred revenue	23,480,773		23,480,773	9,862,921
Liabilities payable from restricted assets	114,849	1,858,234	1,973,083	1,863,999
Non-current liabilities:				
Due within one year	4,378,710	1,386,067	5,764,777	2,992,657
Due in more than one year	40,970,168	8,441,493	49,411,661	83,983,385
Total liabilities	85,598,591	14,129,286	99,727,877	118,682,815
NET ASSETS				
Invested in capital assets, net of related debt	62,814,427	98,649,856	161,464,283	181,866,180
Restricted for:				
Streets and drainage	8,834,221		8,834,221	
Public safety	4,322,643		4,322,643	
Capital projects	5,226,146		5,226,146	1,508,429
Debt service	7,334,682	18,693,898	26,028,580	3,764,662
Utilities		9,793,587	9,793,587	
Sewerage		11,100,844	11,100,844	
Other purposes	2,944,984		2,944,984	4,811,497
Unrestricted	35,299,390	99,613	35,399,003	159,440,595
Total net assets	\$ 126,776,493	\$ 138,337,798	\$ 265,114,291	\$ 351,391,363

See notes to financial statements.

STATEMENT OF ACTIVITIES

Exhibit 2

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	<u>Expenses</u>	<u>Charges for Services</u>	<u>Program Revenue</u> <u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
<i>Governmental activities:</i>				
General government	\$ 16,117,497	\$ 6,535,450	\$ 763,746	
Public safety	19,743,457	1,362,378	2,334,402	
Streets and drainage	18,164,225		1,600,319	\$ 2,674,091
Sanitation	11,316,343	4,569,984	375,187	17,960
Health and welfare	9,432,993	3,996	6,198,199	
Culture and recreation	2,812,954	156,182	262,929	779
Education	29,422			
Urban redevelopment and housing	932,669		822,064	
Economic development and assistance	3,022,084		1,895,836	1,275,903
Conservation and development	63,352		32,284	19,584
Intergovernmental	919,526			
Interest on long-term debt	1,851,212			
Total governmental activities	<u>84,405,734</u>	<u>12,627,990</u>	<u>14,284,966</u>	<u>3,988,317</u>
<i>Business-type activities:</i>				
Electric & Gas	40,650,743	44,389,342		
Sewerage	6,038,259	4,547,892		
Civic Center	2,231,322	809,871		
Total business-type activities	<u>48,920,324</u>	<u>49,747,105</u>		
Total primary government	<u>\$ 133,326,058</u>	<u>\$ 62,375,095</u>	<u>\$ 14,284,966</u>	<u>\$ 3,988,317</u>
Component Units:				
General government	\$ 1,813,134	\$ 746,735	\$ 264,405	
Judicial services	10,575,167	6,744,060	3,987,173	
Public safety	7,969,824	1,338,983	1,360,438	\$ 573,036
Health and welfare services	141,160,142	144,631,863	3,466,187	31,064
Culture and recreation	7,111,549	286,959	222,839	
Economic development and assistance	1,949,501	992,463	209,107	97,198
Utilities	10,178,146	10,236,851	87,011	
Total component units	<u>\$ 180,757,463</u>	<u>\$ 164,977,914</u>	<u>\$ 9,597,160</u>	<u>\$ 701,298</u>
General revenues:				
<i>Taxes:</i>				
Property				
Sales taxes				
Occupancy				
Franchise taxes				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Miscellaneous				
Transfers (to) from other funds				
Total general revenues and transfers				
Change in net assets				
Net assets - beginning, as restated				
Net assets - ending				

See notes to financial statements.

Net (Expense) Revenue and Changes in Net Assets			
Governmental Activities	Primary Government		Component Units
	Business-type Activities	Total	
\$ (8,818,301)		\$ (8,818,301)	
(16,046,677)		(16,046,677)	
(13,889,815)		(13,889,815)	
(6,353,212)		(6,353,212)	
(3,230,798)		(3,230,798)	
(2,393,064)		(2,393,064)	
(29,422)		(29,422)	
(110,605)		(110,605)	
149,655		149,655	
(11,484)		(11,484)	
(919,526)		(919,526)	
(1,851,212)		(1,851,212)	
<u>(53,504,461)</u>		<u>(53,504,461)</u>	
	\$ 3,738,599	3,738,599	
	(1,490,367)	(1,490,367)	
	<u>(1,421,451)</u>	<u>(1,421,451)</u>	
	826,781	826,781	
<u>(53,504,461)</u>	<u>826,781</u>	<u>(52,677,680)</u>	
			\$ (801,994)
			156,066
			(4,697,367)
			6,968,972
			(6,601,751)
			(650,733)
			<u>145,716</u>
			<u>(5,481,091)</u>
18,133,823		18,133,823	12,346,393
26,730,777		26,730,777	5,632,460
			580,970
816,349		816,349	
9,003,917		9,003,917	
381,823	294,828	676,651	
17,022		17,022	8,209,407
<u>1,187,830</u>	<u>(1,187,830)</u>		<u>440,358</u>
<u>56,271,541</u>	<u>(893,002)</u>	<u>55,378,539</u>	<u>27,209,588</u>
2,767,080	(66,221)	2,700,859	21,728,497
<u>124,009,413</u>	<u>138,404,019</u>	<u>262,413,432</u>	<u>329,662,866</u>
<u>\$ 126,776,493</u>	<u>\$ 138,337,798</u>	<u>\$ 265,114,291</u>	<u>\$ 351,391,363</u>

**BALANCE SHEET
GOVERNMENTAL FUNDS**

Terrebonne Parish Consolidated Government

December 31, 2003

	General Fund	Public Safety Fund	Grant Fund	Road and Bridge Maintenance Fund
Assets				
Cash and cash equivalents	\$ 1,136,848	\$ 3,185	\$ 2,398,768	
Investments	5,649,606	3,945,431	281,194	\$ 1,581,864
Receivable (net, where applicable of allowances for uncollectibles):				
Taxes	76,890	234,266		
Accounts	447,493		70,578	256
Other	5,380	14,982	61,961	
Economic loans			2,202,982	
Special assessments:				
Current				
Delinquent				
Deferred				
Due from other funds	9,625,593	20,042	520,820	78,546
Due from other governmental units	4,306,341	2,776,923	1,084,258	711,896
Due from component units	232,955			20,762
Other current assets	5,217		650	40
Restricted assets:				
Cash and cash equivalents	31,951		19,120	
Investments	197,889			
Total assets	\$ 21,716,163	\$ 6,994,829	\$ 6,640,331	\$ 2,393,364
Liabilities				
Accounts payable and accrued expenditures	\$ 814,698	\$ 240,863	\$ 278,119	\$ 211,973
Liability for work completed on contracts	44,725			
Deferred revenues	1,240,927	2,324,820	3,528,670	
Due to other funds	8,082,112	1,744,095	1,262,062	831,112
Due to other governmental units	55,172	106,700	14,489	7,994
Due to component units	424,685			
Payable from restricted assets:				
Tenants' escrow accounts			2,911	
Accounts payable and accrued expenditures			3,198	
Liability for work completed on contracts				
Due to other funds				
Total liabilities	10,662,319	4,416,478	5,089,449	1,051,079
Fund Balances				
Reserved:				
Debt service				
Self-insurance	31,951			
Long-term receivables	122,697			
Maintenance of Broadmoor trees	197,889			
Landfill closure				
Capital projects	2,517,828			
Unreserved, designated for:				
Subsequent years' expenditures:				
General Fund	1,641,805			
Special Revenue Funds		242,326	140,178	523,359
Capital projects				
Unreserved, reported in:				
General Fund	6,541,674			
Special Revenue Funds		2,336,025	1,410,704	818,926
Debt Service Fund				
Capital Projects Fund				
Total fund balances	11,053,844	2,578,351	1,550,882	1,342,285
Total liabilities and fund balances	\$ 21,716,163	\$ 6,994,829	\$ 6,640,331	\$ 2,393,364

See notes to financial statements.

<u>Drainage Maintenance Fund</u>	<u>Sanitation Maintenance Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 6,075,280	\$ 106,578 3,529,025	\$ 24,910,089	\$ 7,366 20,429,054	\$ 3,652,745 66,401,543
212,752	334,407	1,090	497,831	1,356,146
4,777	131,520		16,209	667,146
	1,665			88,765
				2,202,982
			6,668	6,668
			53,961	53,961
			82,926	82,926
23,519	225,580	1,970,250	1,784,484	14,248,834
3,730,617	4,841,790	1,223,268	8,431,440	27,106,533
				253,717
			760	6,667
				51,071
	1,200,785			1,398,674
<u>\$ 10,046,945</u>	<u>\$ 10,371,350</u>	<u>\$ 28,104,697</u>	<u>\$ 31,310,699</u>	<u>\$ 117,578,378</u>
\$ 688,307	\$ 1,216,737	\$ 187,661	\$ 1,127,227	\$ 4,765,585
		1,003,404		1,048,129
3,273,725	5,145,706		7,966,925	23,480,773
1,179,190	1,291,228	20,858	1,079,624	15,490,281
2,348	1,555	500,490	214,541	903,289
			22,566	447,251
				2,911
	9,832			13,030
79,408	19,500			98,908
	1,115,678			1,115,678
<u>5,222,978</u>	<u>8,800,236</u>	<u>1,712,413</u>	<u>10,410,883</u>	<u>47,365,835</u>
			4,978,844	4,978,844
				31,951
				122,697
				197,889
	55,775			55,775
		25,566,544		28,084,372
				1,641,805
444,658	1,515,339		2,187,657	5,053,517
				6,541,674
4,379,309			13,540,739	22,485,703
			192,576	192,576
		825,740		825,740
<u>4,823,967</u>	<u>1,571,114</u>	<u>26,392,284</u>	<u>20,899,816</u>	<u>70,212,543</u>
<u>\$ 10,046,945</u>	<u>\$ 10,371,350</u>	<u>\$ 28,104,697</u>	<u>\$ 31,310,699</u>	<u>\$ 117,578,378</u>

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

Fund Balances - Governmental Funds		\$ 70,212,543
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Governmental capital assets	\$ 141,655,982	
Accumulated depreciation	<u>(43,517,869)</u>	98,138,113
Other assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		
Deferred bond issuance costs/deferred amount on refunding	876,845	
Accrued interest receivable	<u>101,061</u>	977,906
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.		
Landfill closure liability	(2,187,337)	
Compensated absences payable	(785,110)	
Bonds payable	(42,210,612)	
Capital lease liability	(415,915)	
Accrued interest payable	<u>(524,084)</u>	(46,123,058)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and purchasing functions, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net assets.		
		<u>3,570,989</u>
Net Assets of Governmental Activities		<u>\$ 126,776,493</u>

See notes to financial statements.



STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	<u>General Fund</u>	<u>Public Safety Fund</u>	<u>Grant Fund</u>	<u>Road and Bridge Maintenance Fund</u>
Revenues				
Taxes	\$ 7,299,514	\$ 7,508,656		\$ 4,010,791
Licenses and permits	917,527	987,948		
Intergovernmental	8,796,720	613,845	\$ 9,374,772	9,875
Charges for services	243,246	56,778	123,825	
Fines and forfeitures	74,869	129,436		
Miscellaneous	731,081	84,854	581,937	29,991
Total revenues	<u>18,062,957</u>	<u>9,381,517</u>	<u>10,080,534</u>	<u>4,050,657</u>
Expenditures				
Current:				
General government	7,139,934	394,142		
Public safety	577,519	9,767,269	1,216,141	
Streets and drainage	77,522			5,761,482
Sanitation				
Health and welfare	604,751		5,892,448	
Culture and recreation			208,761	
Education	29,422			
Urban redevelopment and housing			932,669	
Economic development and assistance	1,196,404		1,756,117	
Conservation and development			61,240	
Debt service:				
Principal retirement				
Interest and fiscal charges				
Payment to refunded bond escrow agent				
Refunding bond issuance cost				
Capital outlay	652,210	255,695	251,123	358,171
Intergovernmental				
Total expenditures	<u>10,277,762</u>	<u>10,417,106</u>	<u>10,318,499</u>	<u>6,119,653</u>
Excess (deficiency) of revenues over expenditures	<u>7,785,195</u>	<u>(1,035,589)</u>	<u>(237,965)</u>	<u>(2,068,996)</u>
Other Financing Sources (Uses)				
Transfers in	2,363,535	1,100,004	777,600	1,305,000
Transfers out	(12,356,435)	(1,595,169)	(28,398)	(20,550)
Proceeds of capital asset dispositions	68,724			
Refunding bonds issued				
Payment to refunded bond escrow agent				
Capital leases				
Total other financing sources (uses)	<u>(9,924,176)</u>	<u>(495,165)</u>	<u>749,202</u>	<u>1,284,450</u>
Net Change in Fund Balances	<u>(2,138,981)</u>	<u>(1,530,754)</u>	<u>511,237</u>	<u>(784,546)</u>
Fund Balances				
Beginning of year	<u>13,192,825</u>	<u>4,109,105</u>	<u>1,039,645</u>	<u>2,126,831</u>
End of year	<u>\$ 11,053,844</u>	<u>\$ 2,578,351</u>	<u>\$ 1,550,882</u>	<u>\$ 1,342,285</u>

See notes to financial statements.

<u>Drainage Maintenance Fund</u>	<u>Sanitation Maintenance Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 6,926,161	\$ 4,582,435		\$ 15,524,318	\$ 45,851,875
404,524	281,631	\$ 3,584,522	2,566,017	1,905,475
	4,569,984		224,514	25,631,906
		63,766	3,060,231	5,218,347
102,185	93,098	670,620	321,288	3,328,302
<u>7,432,870</u>	<u>9,527,148</u>	<u>4,318,908</u>	<u>21,696,368</u>	<u>84,550,959</u>
158,192	248,649		5,106,595	13,047,512
7,864,419		1,031,310	6,584,445	18,145,374
	11,226,330	172,513	2,146,050	16,880,783
		4,963	2,854,844	11,398,843
			2,330,089	9,352,043
	464			2,543,813
		2,112		29,422
				932,669
				2,952,985
				63,352
			3,053,142	3,053,142
			1,912,740	1,912,740
			322,583	322,583
			188,710	188,710
1,319,483	89,044	9,840,158	882,538	13,648,422
<u>9,342,094</u>	<u>11,564,487</u>	<u>608,946</u>	<u>25,381,736</u>	<u>608,946</u>
<u>(1,909,224)</u>	<u>(2,037,339)</u>	<u>(7,341,094)</u>	<u>(3,685,368)</u>	<u>(10,530,380)</u>
145,659		4,340,233	10,898,679	20,930,710
(782,500)	(1,476,540)	(588,966)	(4,204,902)	(21,053,460)
			67,300	136,024
			7,045,000	7,045,000
			(6,847,057)	(6,847,057)
			415,915	415,915
<u>(636,841)</u>	<u>(1,476,540)</u>	<u>3,751,267</u>	<u>7,374,935</u>	<u>627,132</u>
(2,546,065)	(3,513,879)	(3,589,827)	3,689,567	(9,903,248)
7,370,032	5,084,993	29,982,111	17,210,249	80,115,791
<u>\$ 4,823,967</u>	<u>\$ 1,571,114</u>	<u>\$ 26,392,284</u>	<u>\$ 20,899,816</u>	<u>\$ 70,212,543</u>

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

Net Change in Fund Balance - Total Governmental Funds		\$ (9,903,248)
Amounts reported for governmental activities in the statement activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	\$ 13,648,422	
Depreciation expense	<u>(3,024,952)</u>	10,623,470
The net effect of various miscellaneous transactions involving capital assets, such as sales, trade-ins and donations, is to decrease net assets.		
		(369,787)
Some revenues reported in the statement of activities do not provide current financial resources and therefore are not reported as revenues in the governmental funds.		
Interest revenue		(156,176)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Principal payments	3,053,142	
Refunding bonds issued	(7,045,000)	
Capital lease	<u>(415,915)</u>	(4,407,773)
Some expenditures are reported in the governmental fund which do not effect net assets.		
Landfill closure	389,708	
Payment to refunded bond escrow agent	7,169,640	
Refunding bond issuance costs	<u>188,710</u>	7,748,058
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Amortization of deferred bond issuance costs/deferred amount on refunding	(43,770)	
Decrease in accrued interest payable	105,298	
Decrease in compensated absences payable	<u>2,096</u>	63,624
Internal service funds are used by management to charge the costs of certain activities, such as insurance, human resources, purchasing, information systems and fleet maintenance to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.		
		<u>(831,088)</u>
Change in Net Assets of Governmental Activities		<u>\$ 2,767,080</u>

See notes to financial statements.

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Ad valorem	\$ 1,072,044	\$ 1,072,044	\$ 1,128,287	\$ 56,243
Franchise	775,000	775,000	816,349	41,349
Sales and use	5,080,720	5,080,720	5,354,878	274,158
	<u>6,927,764</u>	<u>6,927,764</u>	<u>7,299,514</u>	<u>371,750</u>
Licenses and permits:				
Insurance licenses	325,000	325,000	289,122	(35,878)
Occupational licenses	325,000	325,000	371,267	46,267
Beer and liquor permits	59,200	59,200	58,730	(470)
Building permits	130,000	130,000	197,352	67,352
Other	800	800	1,056	256
	<u>840,000</u>	<u>840,000</u>	<u>917,527</u>	<u>77,527</u>
Intergovernmental:				
Federal Government:				
Office of Emergency Preparedness	23,050	29,050	45,909	16,859
Office of Justice domestic preparedness grant		216,754		(216,754)
State of Louisiana:				
Supplemental pay	17,000	17,000	16,200	(800)
Mineral royalties	3,500,000	3,500,000	5,545,603	2,045,603
Severance taxes	750,000	750,000	750,722	722
Revenue sharing	64,125	64,125	63,801	(324)
State facility planning		720,000		(720,000)
State beer tax	125,000	125,000	136,217	11,217
Hotel/motel tax		64,077	79,984	15,907
Video draw poker	1,400,000	1,400,000	2,158,284	758,284
Disadvantaged business grant	30,000	30,000		(30,000)
Soil conservation grant		100,000		(100,000)
	<u>5,909,175</u>	<u>7,016,006</u>	<u>8,796,720</u>	<u>1,780,714</u>
Charges for services:				
Parking meters	65,000	65,000	72,066	7,066
Grass cutting fees	25,000	25,000	56,796	31,796
Fees-letters of no objection	80,000	80,000	69,650	(10,350)
Sale of miscellaneous services and items	4,200	4,200	8,331	4,131
Inspection permit fees	28,000	28,000	31,153	3,153
Other	9,000	9,000	5,250	(3,750)
	<u>211,200</u>	<u>211,200</u>	<u>243,246</u>	<u>32,046</u>
Fines and forfeitures:				
Court fines	40,500	40,500	61,600	21,100
Parking meter fines	10,000	10,000	8,169	(1,831)
Other			5,100	5,100
	<u>50,500</u>	<u>50,500</u>	<u>74,869</u>	<u>24,369</u>
Miscellaneous:				
Interest earned	73,400	73,400	54,691	(18,709)
Rent	450,000	450,000	466,205	16,205
Mineral royalties	100,000	100,000	134,859	34,859
Other	50,000	50,000	75,326	25,326
	<u>673,400</u>	<u>673,400</u>	<u>731,081</u>	<u>57,681</u>
Total revenues	<u>14,612,039</u>	<u>15,718,870</u>	<u>18,062,957</u>	<u>2,344,087</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures				
Current:				
GENERAL GOVERNMENT				
Legislative				
Parish Council:				
Personal services	\$ 212,156	\$ 212,156	\$ 205,142	\$ 7,014
Supplies and materials	26,350	26,350	17,354	8,996
Other services and charges	100,000	100,000	52,772	47,228
Repairs and maintenance	6,400	6,400	540	5,860
Allocated expenditures - services performed for other departments	(239,334)	(239,334)	(218,388)	(20,946)
	<u>105,572</u>	<u>105,572</u>	<u>57,420</u>	<u>48,152</u>
Council Clerk:				
Personal services	265,619	265,619	208,967	56,652
Supplies and materials	23,050	23,050	12,057	10,993
Other services and charges	24,200	24,200	18,404	5,796
Repairs and maintenance	3,500	3,500	1,022	2,478
Allocated expenditures - services performed for other departments	(245,200)	(245,200)	(190,425)	(54,775)
	<u>71,169</u>	<u>71,169</u>	<u>50,025</u>	<u>21,144</u>
Legislative - Other:				
Other services and charges	201,460	221,075	200,991	20,084
Allocated expenditures - services performed for other departments	(153,110)	(153,110)	(159,176)	6,066
	<u>48,350</u>	<u>67,965</u>	<u>41,815</u>	<u>26,150</u>
Total Legislative	<u>225,091</u>	<u>244,706</u>	<u>149,260</u>	<u>95,446</u>
Judicial				
City Court:				
Personal services	698,502	698,502	699,884	(1,382)
Supplies and materials	3,145	3,145	2,758	387
Other services and charges	30,140	30,140	36,212	(6,072)
Repairs and maintenance	170	170	88	82
	<u>731,957</u>	<u>731,957</u>	<u>738,942</u>	<u>(6,985)</u>
District Court:				
Personal services	310,686	310,686	308,914	1,772
Supplies and materials	23,000	23,000	18,549	4,451
Other services and charges	68,500	68,500	68,832	(332)
Repairs and maintenance	1,500	1,500	1,078	422
	<u>403,686</u>	<u>403,686</u>	<u>397,373</u>	<u>6,313</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Current (Continued):				
GENERAL GOVERNMENT				
Judicial (Continued)				
District Attorney:				
Personal services	\$ 430,528	\$ 430,528	\$ 413,906	\$ 16,622
Other services and charges	9,444	9,444	6,849	2,595
	<u>439,972</u>	<u>439,972</u>	<u>420,755</u>	<u>19,217</u>
Clerk of Court:				
Supplies and materials	160,000	160,000	150,264	9,736
Other services and charges	31,600	31,600	28,675	2,925
	<u>191,600</u>	<u>191,600</u>	<u>178,939</u>	<u>12,661</u>
Ward Courts:				
Personal services	262,786	262,786	215,629	47,157
Other services and charges	10,979	10,979	8,201	2,778
	<u>273,765</u>	<u>273,765</u>	<u>223,830</u>	<u>49,935</u>
Judicial - Other:				
Supplies and materials	500	500		500
Other services and Charges	130,000	130,000	132,596	(2,596)
	<u>130,500</u>	<u>130,500</u>	<u>132,596</u>	<u>(2,096)</u>
Total Judicial	<u>2,171,480</u>	<u>2,171,480</u>	<u>2,092,435</u>	<u>79,045</u>
Executive				
Personal services	420,701	417,117	384,405	32,712
Supplies and materials	30,325	30,325	25,037	5,288
Other services and charges	52,909	52,909	27,816	25,093
Repairs and maintenance	4,500	4,500	2,451	2,049
Allocated expenditures - services performed for other departments	<u>(359,654)</u>	<u>(359,654)</u>	<u>(347,646)</u>	<u>(12,008)</u>
Total Executive	<u>148,781</u>	<u>145,197</u>	<u>92,063</u>	<u>53,134</u>
Elections				
Personal services	92,568	92,568	93,154	(586)
Supplies and materials	3,250	3,250	1,884	1,366
Other services and charges	46,624	46,624	21,449	25,175
Repairs and maintenance	500	500	138	362
Total Elections	<u>142,942</u>	<u>142,942</u>	<u>116,625</u>	<u>26,317</u>
General and Financial Administration				
Finance:				
Personal services	807,365	807,365	775,732	31,633
Supplies and materials	34,500	34,500	34,839	(339)
Other services and charges	31,533	31,533	28,499	3,034
Repairs and maintenance	1,500	1,500	502	998
Allocated expenditures - services performed for other departments	<u>(592,860)</u>	<u>(592,860)</u>	<u>(532,692)</u>	<u>(60,168)</u>
Total	<u>282,038</u>	<u>282,038</u>	<u>306,880</u>	<u>(24,842)</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Current (Continued):				
GENERAL GOVERNMENT				
General and Financial Administration (Continued)				
Customer Service:				
Personal services	\$ 632,784	\$ 632,784	\$ 604,782	\$ 28,002
Supplies and materials	101,400	101,400	64,483	36,917
Other services and charges	219,738	219,738	176,681	43,057
Repairs and maintenance	2,700	2,700	7,392	(4,692)
Allocated expenditures - services performed for other departments	(931,750)	(931,750)	(851,229)	(80,521)
	<u>24,872</u>	<u>24,872</u>	<u>2,109</u>	<u>22,763</u>
Legal Services:				
Personal services	103,808	103,808	103,814	(6)
Supplies and materials	13,000	13,000	17,299	(4,299)
Other services and charges	366,500	366,500	390,950	(24,450)
	<u>483,308</u>	<u>483,308</u>	<u>512,063</u>	<u>(28,755)</u>
Total General and Financial Administration	<u>790,218</u>	<u>790,218</u>	<u>821,052</u>	<u>(30,834)</u>
General				
Parking Meter Administration:				
Personal services	31,828	31,828	30,307	1,521
Supplies and materials	3,125	3,125	2,555	570
Other services and charges	2,340	2,340	1,281	1,059
Repairs and maintenance	1,200	1,200		1,200
	<u>38,493</u>	<u>38,493</u>	<u>34,143</u>	<u>4,350</u>
Planning and Zoning:				
Personal services	761,092	747,092	746,455	637
Supplies and materials	28,500	28,500	24,282	4,218
Other services and charges	188,506	597,648	256,530	341,118
Repairs and maintenance	3,650	8,250	7,709	541
	<u>981,748</u>	<u>1,381,490</u>	<u>1,034,976</u>	<u>346,514</u>
Government Buildings:				
Personal services	329,704	317,954	267,573	50,381
Supplies and materials	34,520	34,520	26,507	8,013
Other services and charges	968,211	979,961	1,129,191	(149,230)
Repairs and maintenance	167,500	167,500	121,202	46,298
	<u>1,499,935</u>	<u>1,499,935</u>	<u>1,544,473</u>	<u>(44,538)</u>
Janitorial Services:				
Personal services	556,642	536,642	498,172	38,470
Supplies and materials	63,920	83,920	81,933	1,987
Other services and charges	77,652	77,652	90,542	(12,890)
Repairs and maintenance	3,000	3,000	2,823	177
	<u>701,214</u>	<u>701,214</u>	<u>673,470</u>	<u>27,744</u>
General - Other:				
Other services and charges	594,463	594,463	581,437	13,026
Total General	<u>3,815,853</u>	<u>4,215,595</u>	<u>3,868,499</u>	<u>347,096</u>
Total General Government	<u>7,294,365</u>	<u>7,710,138</u>	<u>7,139,934</u>	<u>570,204</u>

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Current (Continued):				
PUBLIC SAFETY				
Coroner:				
Other services and charges	\$ 408,188	\$ 408,188	\$ 436,688	\$ (28,500)
Emergency Preparedness:				
Personal services	119,821	99,821	99,375	446
Supplies and materials	11,500	61,500	8,300	53,200
Other services and charges	48,740	39,740	32,255	7,485
Repairs and maintenance	1,700	1,700	901	799
	<u>181,761</u>	<u>202,761</u>	<u>140,831</u>	<u>61,930</u>
Total Public Safety	<u>589,949</u>	<u>610,949</u>	<u>577,519</u>	<u>33,430</u>
STREETS AND DRAINAGE				
Service Center Administration:				
Personal services	329,349	329,349	311,611	17,738
Supplies and materials	25,550	25,550	25,140	410
Other services and charges	148,681	180,659	130,312	50,347
Repairs and maintenance	107,000	199,890	75,754	124,136
Allocated expenditures - services performed for other departments	<u>(354,995)</u>	<u>(354,995)</u>	<u>(465,295)</u>	<u>110,300</u>
Total Streets and Drainage	<u>255,585</u>	<u>380,453</u>	<u>77,522</u>	<u>302,931</u>
HEALTH AND WELFARE				
Other services and charges	615,827	618,997	604,651	14,346
Repairs and maintenance	3,500	3,500	100	3,400
Total Health and Welfare	<u>619,327</u>	<u>622,497</u>	<u>604,751</u>	<u>17,746</u>
EDUCATION				
Other services and charges	<u>32,160</u>	<u>32,160</u>	<u>29,422</u>	<u>2,738</u>
ECONOMIC DEVELOPMENT AND ASSISTANCE				
Cultural Resources and Economic Development				
Personal services	321,012	321,012	316,493	4,519
Supplies and materials	10,400	17,327	8,271	9,056
Other services and charges	554,563	748,537	576,305	172,232
Repairs and maintenance	1,000	1,000	747	253
	<u>886,975</u>	<u>1,087,876</u>	<u>901,816</u>	<u>186,060</u>
Housing and Human Services:				
Personal services	237,119	237,119	226,666	10,453
Supplies and materials	7,700	7,700	7,961	(261)
Other services and Charges	22,706	22,706	59,961	(37,255)
	<u>267,525</u>	<u>267,525</u>	<u>294,588</u>	<u>(27,063)</u>
Total Economic Development and Assistance	<u>1,154,500</u>	<u>1,355,401</u>	<u>1,196,404</u>	<u>158,997</u>
Capital Outlay	<u>304,184</u>	<u>3,672,020</u>	<u>652,210</u>	<u>3,019,810</u>
Total expenditures by function	<u>10,250,070</u>	<u>14,383,618</u>	<u>10,277,762</u>	<u>4,105,856</u>
Excess of revenues over expenditures	<u>4,361,969</u>	<u>1,335,252</u>	<u>7,785,195</u>	<u>6,449,943</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Proceeds of capital asset dispositions			\$ 68,724	\$ 68,724
Transfers in:				
Debt Service Fund	\$ 22,455	\$ 22,455		(22,455)
Capital Projects Fund		42,553	42,553	
Utilities Fund	2,320,982	2,320,982	2,320,982	
Total transfers in	2,343,437	2,385,990	2,363,535	(22,455)
Transfers out:				
Grant Fund	(534,376)	(543,155)	(739,901)	(196,746)
Road and Bridge Maintenance Fund	(1,305,000)	(1,305,000)	(1,305,000)	
Capital Projects Fund	(649,000)	(948,100)	(948,100)	
Dedicated Emergency Fund		(609,572)	(609,572)	
Terrebonne Juvenile Detention Fund	(1,334,974)	(1,334,974)	(1,334,976)	(2)
Parish Prisoners Fund	(2,110,554)	(2,145,554)	(2,145,560)	(6)
Public Safety Fund	(1,100,000)	(1,100,000)	(1,100,004)	(4)
Non-District Recreation Fund	(459,427)	(459,427)	(459,432)	(5)
City Marshal Fund	(391,339)	(391,339)	(395,344)	(4,005)
Parishwide Recreation Fund	(617,121)	(617,121)	(617,124)	(3)
Mental Health Fund	(13,609)	(13,609)	(13,608)	1
Bayou Terrebonne Waterlife Museum Fund	(115,726)	(115,726)	(115,728)	(2)
Criminal Court Fund	(425,000)	(425,000)	(855,086)	(430,086)
Civic Center Fund	(717,000)	(717,000)	(717,000)	
Group Health Insurance Fund		(1,000,000)	(1,000,000)	
Total transfers out	(9,773,126)	(11,725,577)	(12,356,435)	(630,858)
Total other financing sources (uses)	(7,429,689)	(9,339,587)	(9,924,176)	(584,589)
Net Change in Fund Balances	(3,067,720)	(8,004,335)	(2,138,981)	5,865,354
Fund Balance				
Beginning of year	8,072,264	13,192,825	13,192,825	
End of year	\$ 5,004,544	\$ 5,188,490	\$ 11,053,844	\$ 5,865,354

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC SAFETY FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Ad valorem	\$ 2,083,083	\$ 2,083,083	\$ 2,166,620	\$ 83,537
Sales and use	4,983,273	4,983,273	5,243,878	260,605
Other	85,000	85,000	98,158	13,158
Licenses and permits:				
Insurance licenses	600,000	600,000	766,888	166,888
Occupational licenses	190,000	190,000	192,978	2,978
Beer and liquor permits	25,500	25,500	28,082	2,582
Intergovernmental:				
State of Louisiana:				
FEMA fire prevention grant			84,509	84,509
Law enforcement grant			9,597	9,597
Supplemental pay	450,000	450,000	444,500	(5,500)
Fire insurance tax	60,000	60,000	75,239	15,239
Charges for services	43,000	43,000	56,778	13,778
Fines and forfeitures - court fines	182,000	182,000	129,436	(52,564)
Miscellaneous:				
Interest earned	127,481	127,481	63,523	(63,958)
Other			21,331	21,331
Total revenues	8,829,337	8,829,337	9,381,517	552,180
Expenditures				
Current:				
General government:				
General - other:				
Other services and charges	173,400	173,400	185,147	(11,747)
Ad valorem tax deductions	170,900	170,900	199,190	(28,290)
Ad valorem tax adjustment	14,086	14,086	9,805	4,281
Total general government	358,386	358,386	394,142	(35,756)
Public safety:				
Police:				
Personal services	4,698,557	4,687,889	4,693,343	(5,454)
Supplies and materials	177,900	177,900	152,268	25,632
Other services and charges	427,478	427,838	386,020	41,818
Repairs and maintenance	81,500	81,500	82,382	(882)
Total Police	5,385,435	5,375,127	5,314,013	61,114
Fire:				
Personal services	3,964,758	3,964,758	3,923,379	41,379
Supplies and materials	96,700	96,700	57,191	39,509
Other services and charges	220,350	314,250	244,212	70,038
Repairs and maintenance	50,500	50,500	65,227	(14,727)
Total Fire	4,332,308	4,426,208	4,290,009	136,199

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC SAFETY FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Current (Continued):				
Public safety (Continued):				
Allocated expenditures for service performed by other departments:				
Parish council	\$ 20,300	\$ 20,300	\$ 19,438	\$ 862
Council clerk	17,000	17,000	16,949	51
Legislative - other	14,100	14,100	14,168	(68)
Parish president	31,600	31,600	30,943	657
Finance	34,600	34,600	29,812	4,788
Customer service	36,800	36,800	51,937	(15,137)
	<u>154,400</u>	<u>154,400</u>	<u>163,247</u>	<u>(8,847)</u>
Total public safety	<u>9,872,143</u>	<u>9,955,735</u>	<u>9,767,269</u>	<u>188,466</u>
Capital outlay	<u>147,000</u>	<u>1,825,977</u>	<u>255,695</u>	<u>1,570,282</u>
Total expenditures	<u>10,377,529</u>	<u>12,140,098</u>	<u>10,417,106</u>	<u>1,722,992</u>
Deficiency of revenues over expenditures	<u>(1,548,192)</u>	<u>(3,310,761)</u>	<u>(1,035,589)</u>	<u>2,275,172</u>
Other Financing Sources (Uses)				
Transfers in:				
General Fund	1,100,000	1,100,000	1,100,004	4
Transfers out:				
Grant Fund	(13,506)	(35,897)	(37,699)	(1,802)
Debt Service Fund	(518,670)	(518,670)	(518,387)	283
Capital Projects Fund		(1,039,083)	(1,039,083)	
Total other financing sources (uses)	<u>567,824</u>	<u>(493,650)</u>	<u>(495,165)</u>	<u>(1,515)</u>
Net Change in Fund Balances	<u>(980,368)</u>	<u>(3,804,411)</u>	<u>(1,530,754)</u>	<u>2,273,657</u>
Fund Balance				
Beginning of year	<u>1,785,150</u>	<u>4,109,105</u>	<u>4,109,105</u>	
End of year	<u>\$ 804,782</u>	<u>\$ 304,694</u>	<u>\$ 2,578,351</u>	<u>\$ 2,273,657</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GRANT FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental:				
Federal Government - grants	\$ 7,477,755	\$ 21,458,234	\$ 9,057,531	\$ (12,400,703)
State of Louisiana:				
Grants	197,880	197,880	208,761	10,881
State Public Transportation Fund	80,000	80,000	108,480	28,480
Charges for services	128,500	128,500	123,825	(4,675)
Miscellaneous:				
Interest earned	5,337	8,692	22,311	13,619
Other	13,419	13,993	95,697	81,704
Principal repayments	34,000	34,000	29,445	(4,555)
Citizen participation			434,484	434,484
Total revenues	<u>7,936,891</u>	<u>21,921,299</u>	<u>10,080,534</u>	<u>(11,840,765)</u>
Expenditures				
Current:				
Public safety:				
Personal services	1,044,303	1,281,625	798,113	483,512
Supplies and materials	158,062	205,641	92,365	113,276
Other services and charges	312,773	518,155	263,573	254,582
Repairs and maintenance	52,150	61,844	62,090	(246)
Total public safety	<u>1,567,288</u>	<u>2,067,265</u>	<u>1,216,141</u>	<u>851,124</u>
Health and welfare:				
Personal services	1,617,878	1,768,588	1,463,810	304,778
Supplies and materials	42,447	68,397	45,968	22,429
Other services and charges	2,430,960	12,555,663	4,360,826	8,194,837
Repairs and maintenance	10,150	10,242	21,844	(11,602)
Total health and welfare	<u>4,101,435</u>	<u>14,402,890</u>	<u>5,892,448</u>	<u>8,510,442</u>
Culture and recreation:				
Supplies and materials	700	700	2,053	(1,353)
Other services and charges	196,130	196,130	205,758	(9,628)
Repairs and maintenance	2,250	2,250	950	1,300
Total culture and recreation	<u>199,080</u>	<u>199,080</u>	<u>208,761</u>	<u>(9,681)</u>
Urban redevelopment and housing:				
Personal services	62,022	86,926	79,545	7,381
Supplies and materials	200	532	119	413
Other services and charges	559,202	1,513,602	852,994	660,608
Repairs and maintenance		530	11	519
Total urban redevelopment and housing	<u>621,424</u>	<u>1,601,590</u>	<u>932,669</u>	<u>668,921</u>
Economic development and assistance:				
Personal services	784,159	1,248,704	551,750	696,954
Supplies and materials	43,050	83,861	21,463	62,398
Other services and charges	765,039	2,070,855	1,177,618	893,237
Repairs and maintenance	9,857	12,857	5,286	7,571
Total economic development and assistance	<u>1,602,105</u>	<u>3,416,277</u>	<u>1,756,117</u>	<u>1,660,160</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GRANT FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Current (Continued):				
Conservation and development:				
Personal services	\$ 62,545	\$ 62,545	\$ 52,369	\$ 10,176
Supplies and materials	4,249	4,249	2,953	1,296
Other services and charges	14,866	14,866	5,818	9,048
Repairs and maintenance	500	500	100	400
Total conservation and development	82,160	82,160	61,240	20,920
Capital outlay	426,554	530,282	251,123	279,159
Total expenditures	8,600,046	22,299,544	10,318,499	11,981,045
Deficiency of revenues over expenditures	(663,155)	(378,245)	(237,965)	140,280
Other Financing Sources (uses)				
Operating transfer in:				
General Fund	534,376	751,407	739,901	(11,506)
Public Safety Fund	13,506	35,897	37,699	1,802
Operating transfer out:				
Sewerage Fund		(734,119)	(28,398)	705,721
Total other financing sources (uses)	547,882	53,185	749,202	696,017
Net Change in Fund Balances	(115,273)	(325,060)	511,237	836,297
Fund Balance				
Beginning of year	1,090,368	1,039,645	1,039,645	
End of year	\$ 975,095	\$ 714,585	\$ 1,550,882	\$ 836,297

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD AND BRIDGE MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - sales and use	\$ 3,819,124	\$ 3,819,124	\$ 4,010,791	\$ 191,667
Intergovernmental:				
State of Louisiana - Rural Development grant			9,875	9,875
Miscellaneous:				
Interest earned	74,000	74,000	23,134	(50,866)
Other			6,857	6,857
Total revenues	3,893,124	3,893,124	4,050,657	157,533
Expenditures				
Current:				
Streets and drainage:				
Personal services	3,092,301	3,080,301	3,040,542	39,759
Supplies and materials	446,800	446,800	488,604	(41,804)
Other services and charges	1,048,705	1,060,705	929,551	131,154
Repairs and maintenance	1,286,500	1,286,500	1,059,506	226,994
Allocated expenditures for services performed by other departments:				
Parish council	19,400	19,400	17,094	2,306
Council clerk	16,600	16,600	14,905	1,695
Legislative - other	13,400	13,400	12,454	946
Parish president	30,000	30,000	27,212	2,788
Finance	34,000	34,000	32,866	1,134
Customer service	51	51	64	(13)
Engineering	40,000	40,000	138,684	(98,684)
Total streets and drainage	6,027,757	6,027,757	5,761,482	266,275
Capital outlay	303,000	431,149	358,171	72,978
Total expenditures	6,330,757	6,458,906	6,119,653	339,253
Deficiency of revenues over expenditures	(2,437,633)	(2,565,782)	(2,068,996)	496,786
Other Financing Sources (Uses)				
Transfers in:				
General Fund	1,305,000	1,305,000	1,305,000	
Capital Projects Fund	5,000	5,000		(5,000)
Transfers out:				
Capital Projects Fund		(20,550)	(20,550)	
Total other financing sources (uses)	1,310,000	1,289,450	1,284,450	(5,000)
Net Change in Fund Balances	(1,127,633)	(1,276,332)	(784,546)	491,786
Fund Balance				
Beginning of year	1,822,585	2,126,831	2,126,831	
End of year	\$ 694,952	\$ 850,499	\$ 1,342,285	\$ 491,786

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DRAINAGE MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes:				
Ad valorem	\$ 2,803,000	\$ 2,803,000	\$ 2,915,370	\$ 112,370
Sales and use	3,783,898	3,783,898	4,010,791	226,893
Intergovernmental:				
Federal Government:				
Natural Resources Conservation Service		971,175	224,567	(746,608)
State of Louisiana:				
State disaster reimbursement			782	782
State revenue sharing	180,000	180,000	179,175	(825)
Miscellaneous:				
Interest earned	189,900	189,900	94,060	(95,840)
Other			8,125	8,125
Total revenues	<u>6,956,798</u>	<u>7,927,973</u>	<u>7,432,870</u>	<u>(495,103)</u>
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	118,104	118,104	131,313	(13,209)
Ad valorem tax adjustment	180,000	180,000	26,879	153,121
Total general government	<u>298,104</u>	<u>298,104</u>	<u>158,192</u>	<u>139,912</u>
Streets and drainage:				
Personal services	3,440,812	3,359,812	3,287,098	72,714
Supplies and materials	522,700	575,000	572,361	2,639
Other services and charges	1,035,037	1,306,165	1,198,412	107,753
Repairs and maintenance	1,462,880	3,172,820	2,408,003	764,817
Allocated expenditures for services performed by other departments:				
Parish council	24,500	24,500	31,817	(7,317)
Council clerk	21,000	21,000	27,743	(6,743)
Legislative - other	16,800	16,800	23,190	(6,390)
Parish president	37,700	37,700	50,648	(12,948)
Finance	51,000	51,000	52,554	(1,554)
Customer service	50	50	32	18
Engineering	60,000	60,000	212,561	(152,561)
Total streets and drainage	<u>6,672,479</u>	<u>8,624,847</u>	<u>7,864,419</u>	<u>760,428</u>
Capital outlay	<u>1,137,001</u>	<u>4,914,438</u>	<u>1,319,483</u>	<u>3,594,955</u>
Total expenditures	<u>8,107,584</u>	<u>13,837,389</u>	<u>9,342,094</u>	<u>4,495,295</u>
Deficiency of revenues over expenditures	<u>(1,150,786)</u>	<u>(5,909,416)</u>	<u>(1,909,224)</u>	<u>4,000,192</u>
Other Financing Sources (Uses)				
Transfers in:				
Capital Projects Fund	135,000	280,659	145,659	(135,000)
Transfers out:				
Capital Projects Fund	<u>(482,500)</u>	<u>(782,500)</u>	<u>(782,500)</u>	
Total other financing sources (uses)	<u>(347,500)</u>	<u>(501,841)</u>	<u>(636,841)</u>	<u>(135,000)</u>
Net Change in Fund Balances	<u>(1,498,286)</u>	<u>(6,411,257)</u>	<u>(2,546,065)</u>	<u>3,865,192</u>
Fund Balance				
Beginning of year	<u>2,454,163</u>	<u>7,370,032</u>	<u>7,370,032</u>	
End of year	<u>\$ 955,877</u>	<u>\$ 958,775</u>	<u>\$ 4,823,967</u>	<u>\$ 3,865,192</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SANITATION MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 4,403,472	\$ 4,403,472	\$ 4,582,435	\$ 178,963
Intergovernmental:				
State of Louisiana-State revenue sharing	300,000	300,000	281,631	(18,369)
Charges for services:				
Garbage collection and landfill fees	5,732,798	5,732,798	4,554,738	(1,178,060)
Animal shelter operations	17,000	17,000	15,246	(1,754)
Miscellaneous:				
Interest earned	150,000	150,000	89,121	(60,879)
Other			3,977	3,977
Total revenues	10,603,270	10,603,270	9,527,148	(1,076,122)
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	194,153	194,153	206,400	(12,247)
Ad valorem tax adjustment	279,442	279,442	42,249	237,193
Total general government	473,595	473,595	248,649	224,946
Sanitation:				
Sanitation collection:				
Personal services	722,505	722,505	686,362	36,143
Supplies and materials	207,450	207,450	104,274	103,176
Other services and charges	9,448,237	9,448,237	9,002,198	446,039
Repairs and maintenance	61,250	872,669	944,823	(72,154)
Allocated expenditures for services performed by other departments:				
Parish council	27,000	27,000	26,170	830
Council clerk	23,000	23,000	22,819	181
Legislative - other	18,000	18,000	19,074	(1,074)
Parish president	41,000	41,000	41,659	(659)
Finance	20,000	20,000	25,719	(5,719)
Customer service	200	200	198	2
Engineering	30,000	30,000	75,122	(45,122)
	10,598,642	11,410,061	10,948,418	461,643
Animal shelter:				
Personal services	220,566	220,566	192,388	28,178
Supplies and materials	42,750	53,632	46,979	6,653
Other services and charges	61,951	51,069	30,666	20,403
Repairs and maintenance	11,700	11,700	7,879	3,821
	336,967	336,967	277,912	59,055
Total sanitation	10,935,609	11,747,028	11,226,330	520,698

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SANITATION MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued):				
Current (continued):				
Economic development and assistance:				
Parish enhancement commission:				
Other services and charges	\$ 500	\$ 6,932	\$ 464	\$ 6,468
Capital outlay		156,233	89,044	67,189
Total expenditures	11,409,704	12,383,788	11,564,487	819,301
Deficiency of revenues over expenditures	(806,434)	(1,780,518)	(2,037,339)	(256,821)
Other Financing Uses				
Transfer out:				
Debt Service Fund	(1,476,788)	(1,476,788)	(1,476,540)	248
Net Change in Fund Balances	(2,283,222)	(3,257,306)	(3,513,879)	(256,573)
Fund Balance				
Beginning of year	3,559,351	5,084,993	5,084,993	
End of year	\$ 1,276,129	\$ 1,827,687	\$ 1,571,114	\$ (256,573)

See notes in financial statements.

**STATEMENT OF NET ASSETS
PROPRIETARY FUNDS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Business-type Activities - Enterprise Funds			Total	Governmental Activities Internal Service Funds
	Utilities Fund	Scwercage Fund	Civic Center Fund		
ASSETS					
Current					
Cash and cash equivalents	\$ 2,233,646	\$ 4,689,831	\$ 689,783	\$ 7,613,260	\$ 6,023,676
Investments	247,010	5,001,655		5,248,665	4,502,089
Receivables (net, where applicable of uncollectibles) - accounts:					
Customers	1,809,493	323,909		2,133,402	
Unbilled utility sales	3,355,851	302,278		3,658,129	
Other	661,033	36,106	39,297	736,436	176,741
Due from other funds	4,597,536	1,208,043	715,867	6,521,446	4,436,769
Due from other governmental units	7,735	492	18,310	26,537	89,892
Due from component units	10,441			10,441	94,522
Inventories			12,638	12,638	1,020,186
Other current assets	432,320	30		432,350	701,489
Restricted:					
Cash and cash equivalents	9,355,785			9,355,785	
Investments	11,301,031			11,301,031	
Receivables	68,997			68,997	
Total current assets	34,080,878	11,562,344	1,475,895	47,119,117	17,045,364
Capital Assets					
Land	110,616	542,894	1,200,000	1,853,510	
Electric system and buildings	74,420,947			74,420,947	
Gas distribution system and buildings	18,190,128			18,190,128	
Sewer system and buildings		84,146,719		84,146,719	
Civic Center buildings and equipment			18,997,397	18,997,397	
Machinery, equipment and buildings	4,089,052			4,089,052	1,639,833
Construction in progress	2,799,866	49,878		2,849,744	
Total capital assets	99,610,609	84,739,491	20,197,397	204,547,497	1,639,833
Less accumulated depreciation	(59,419,701)	(34,100,829)	(2,834,764)	(96,355,294)	(908,589)
Net capital assets	40,190,908	50,638,662	17,362,633	108,192,203	731,244
Other					
Deferred financing costs	95,505			95,505	
Investment in joint venture	590,087			590,087	
Total other assets	685,592			685,592	
Total assets	74,957,378	62,201,006	18,838,528	155,996,912	17,776,608

See notes to financial statements

**STATEMENT OF NET ASSETS
PROPRIETARY FUNDS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Business-type Activities - Enterprise Funds			Total	Governmental Activities Internal Service Funds
	Utilities Fund	Sewerage Fund	Civic Center Fund		
LIABILITIES					
Current					
Payable from current assets:					
Accounts payable and accrued expenses	\$ 1,874,512	\$ 114,453	\$ 382,822	\$ 2,371,787	\$ 8,958,303
Due to other funds	2,111,471	265,787	910,311	3,287,569	5,071,262
Due to other governmental units	42,330	1,434	27,941	71,705	3,246
Due to component units					4,204
Compensated absences payable	123,874	67,603	24,590	216,067	110,064
Total payable from current assets	4,152,187	449,277	1,345,664	5,947,128	14,147,079
Payable from restricted assets:					
Accounts payable and accrued expenses	165,055			165,055	
Bonds payable within one year	1,170,000			1,170,000	
Customers' meter deposits	907,230			907,230	
Due to other funds	242,259			242,259	
Liability for work completed on contracts	785,949			785,949	
Total payable from restricted assets	3,270,493			3,270,493	
Total current liabilities	7,422,680	449,277	1,345,664	9,217,621	14,147,079
Noncurrent Liabilities					
Revenue bonds:					
Bonds payable	8,925,000			8,925,000	
Deferred amount on refunding	(421,118)			(421,118)	
Unamortized bond discount	(131,535)			(131,535)	
Compensated absences payable	26,305	12,223	30,618	69,146	58,540
Total noncurrent liabilities	8,398,652	12,223	30,618	8,441,493	58,540
Total liabilities	15,821,332	461,500	1,376,282	17,659,114	14,205,619
NET ASSETS					
Invested in capital assets, net of related debt	30,648,561	50,638,662	17,362,633	98,649,856	731,244
Restricted for debt service	18,693,898			18,693,898	
Unrestricted	9,793,587	11,100,844	99,613	20,994,044	2,839,745
Total net assets	\$ 59,136,046	\$ 61,739,506	\$ 17,462,246	\$ 138,337,798	\$ 3,570,989

See notes to financial statements.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	Utilities Fund	Sewerage Fund	Civic Center Fund	Total	
Operating Revenues					
Premiums					\$ 15,531,810
Revenues from sales and service charges	\$ 43,809,548	\$ 4,415,481	\$ 698,867	\$ 48,923,896	2,987,737
Other operating revenues	554,530	108,644	1,386	664,560	
Total operating revenues	44,364,078	4,524,125	700,253	49,588,456	18,519,547
Operating Expenses					
Insurance premiums					3,436,026
Claims					13,076,411
Personal services	2,682,736	1,585,231	765,243	5,033,210	2,535,012
Supplies and materials	278,877	246,742	227,434	753,053	125,943
Other services and charges	4,042,539	2,261,002	661,852	6,965,393	797,383
Repairs and maintenance					18,380
Energy purchases	30,736,512			30,736,512	
Depreciation	2,371,604	1,945,284	576,793	4,893,681	151,134
Allocated expenses- services performed:					
For other departments					(113,682)
By other departments					438,385
Total operating expenses	40,112,268	6,038,259	2,231,322	48,381,849	20,464,992
Operating income (loss)	4,251,810	(1,514,134)	(1,531,069)	1,206,607	(1,945,445)
Non-Operating Revenues (Expenses)					
Investment income	199,029	87,641	8,158	294,828	114,357
Other non-operating revenues	25,264	2,018		27,282	
Intergovernmental		21,749	109,618	131,367	
Interest and fiscal charges	(517,230)			(517,230)	
Other non-operating expenses	(21,245)			(21,245)	
Total non-operating revenues (expenses)	(314,182)	111,408	117,776	(84,998)	114,357
Income (loss) before transfers	3,937,628	(1,402,726)	(1,413,293)	1,121,609	(1,831,088)
Transfers From Other Funds					
General Fund			717,000	717,000	1,000,000
Grant Fund		28,398		28,398	
Capital Projects Fund		387,754		387,754	
Total transfers from other funds		416,152	717,000	1,133,152	1,000,000
Transfer To Other Funds					
General Fund	(2,320,982)			(2,320,982)	
Change in Net Assets	1,616,646	(986,574)	(696,293)	(66,221)	(831,088)
Net Assets					
Beginning of year	57,519,400	62,726,080	18,158,539	138,404,019	4,402,077
End of year	\$ 59,136,046	\$ 61,739,506	\$ 17,462,246	\$ 138,337,798	\$ 3,570,989

See notes to financial statements.

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Business-type Activities - Enterprise Funds			Total	Governmental Activities Internal Service Funds
	Utilities Fund	Sewerage Fund	Civic Center Fund		
Cash Flow from Operating Activities					
Cash received from customers and users	\$ 40,371,336	\$ 3,500,522	\$ 724,778	\$ 44,596,636	
Cash received from interfund services provided	2,051,490			2,051,490	\$ 18,607,547
Cash payments to suppliers	(35,349,438)	(2,598,169)	(532,140)	(38,479,747)	(16,601,773)
Cash payments to employees for services and benefits	(2,687,932)	(1,581,782)	(753,977)	(5,023,691)	(2,205,998)
Net cash provided by (used for) operating activities	4,385,456	(679,429)	(561,339)	3,144,688	(200,224)
Cash Flow from Noncapital Financing Activities					
Transfers from other funds					1,000,000
Transfers to other funds	(2,320,982)			(2,320,982)	
Grant proceeds		21,749	109,618	131,367	
Net cash provided by (used for) noncapital financing activities	(2,320,982)	21,749	109,618	(2,189,615)	1,000,000
Cash Flow from Capital and Related Financing Activities					
Acquisition and construction of capital assets	(3,545,650)	(485,967)	(6,418)	(4,038,035)	(281,129)
Principal paid on outstanding debt	(1,145,000)			(1,145,000)	
Interest paid on outstanding debt	(401,471)			(401,471)	
Insurance proceeds	25,264	2,018		27,282	
Payments for advance refunding of bonds					
Net cash used for capital and related financing activities	(5,066,857)	(483,949)	(6,418)	(5,557,224)	(281,129)
Cash Flow from Investing Activities					
Purchases of investments	(14,113,261)	(6,938,254)	(11,504)	(21,063,019)	(5,793,464)
Maturities of investments	18,281,176	8,953,995	11,504	27,246,675	5,442,386
Investment income	337,936	179,948	8,158	526,042	149,253
Net cash provided by (used for) investing activities	4,505,851	2,195,689	8,158	6,709,698	(201,825)
Net Increase (Decrease) in Cash and Cash Equivalents	1,503,468	1,054,060	(449,981)	2,107,547	316,822
Cash and Cash Equivalents					
Beginning of year	10,085,963	3,635,771	1,139,764	14,861,498	5,706,854
End of year	\$ 11,589,431	\$ 4,689,831	\$ 689,783	\$ 16,969,045	\$ 6,023,676
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ 4,251,810	\$ (1,514,134)	\$ (1,531,069)	\$ 1,206,607	\$ (1,945,445)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation and amortization	2,371,604	1,945,284	576,793	4,893,681	151,134
Depreciation of investment in joint venture	34,188			34,188	
(Increase) decrease in assets:					
Receivables	(2,117,502)	125,799	9,129	(1,982,574)	33,007
Due from other funds	(2,033,319)	(1,174,656)	4,735	(3,203,240)	(1,624,268)
Inventory	36,486		12,696	49,182	221,908
Due from federal	102,605	36,962	24,298	163,865	
Due from State of Louisiana	21,524	8,192	4,673	34,389	309
Due from other local governmental units	(1,468)	(492)	(18,310)	(20,270)	74,308
Due from component units	(10,441)			(10,441)	(94,522)
Other assets	147,673			147,673	(649,022)
Increase (decrease) in liabilities:					
Accounts payable and accrued expenses	943,041	(99,550)	102,803	946,294	2,133,587
Meter deposits	18,242			18,242	
Due to other funds	999,187	(3,563)	221,614	1,217,238	1,513,918
Due to State of Louisiana					(8,359)
Due to other local governmental units	(370,958)	(6,141)	24,212	(352,887)	(23,401)
Due to component units					4,204
Compensated absences payable	(7,216)	2,870	7,087	2,741	12,418
Total adjustments	133,646	834,705	969,730	1,938,081	1,745,221
Net cash provided by (used for) operating activities	\$ 4,385,456	\$ (679,429)	\$ (561,339)	\$ 3,144,688	\$ (200,224)

Continued

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Business-type Activities - Enterprise Funds			Governmental Activities Internal Service Funds
	Utilities Fund	Sewerage Fund	Civic Center Fund	
Noncash Capital and Related Financing and Investing Activities				
Property, plant and equipment received in noncash capital contributions		\$ 416,152		\$ 416,152
Amortization of deferred financing costs	\$ 21,245			21,245
Net decrease in fair value of investments	(93,119)	(51,639)		(144,758)
Total noncash activities	\$ (71,874)	\$ 364,513		\$ 292,639

See notes for financial statements.

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	<u>Agency Funds</u>	<u>Pension Trust Funds</u>	<u>Private-purpose Trust Fund Houma- Terrebonne Public Trust Financing Authority</u>
Assets			
Cash and equivalents	\$ 204,449	\$ 234,978	\$ 205,277
Investments:			
Louisiana Asset Management Pool		2,288,415	
U.S. Government Securities		133,276	2,412,690
Receivables (net, where applicable of allowances for uncollectibles):			
Taxes			367,270
Loans			611
Other	42,455		11,429
Deferred financing cost			
Total assets	<u>\$ 246,904</u>	<u>2,656,669</u>	<u>2,997,277</u>
Liabilities			
Accounts payable	\$ 34,288		5,276
Due to property owners	212,616		
Due to participants/services		63,640	
Bonds payable			1,941,816
Total liabilities	<u>\$ 246,904</u>	<u>63,640</u>	<u>1,947,092</u>
Net Assets			
Held in trust for pension benefits and trust indentures		<u>\$ 2,593,029</u>	<u>\$ 1,050,185</u>

See notes to financial statements

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	<u>Pension Trust Funds</u>	<u>Private-purpose Trust Fund Houma- Terrebonne Public Trust Financing Authority</u>
Additions		
Contributions - employer	\$ 329,739	
Interest on real estate mortgage loans		\$ 36,294
Investment income	39,799	555,086
Other	264	
	<hr/>	<hr/>
Total additions	369,802	591,380
	<hr/>	<hr/>
Deductions		
Benefits	383,429	
Interest expense on bonds		150,402
Amortization of deferred bond issuance costs		11,429
Administrative expenses	14,072	20,427
	<hr/>	<hr/>
Total deductions	397,501	182,258
	<hr/>	<hr/>
Change in net assets	(27,699)	409,122
	<hr/>	<hr/>
Net Assets Held in Trust for Pension Benefits and Trust Indentures		
Beginning of year	2,620,728	641,063
	<hr/>	<hr/>
End of year	\$ 2,593,029	\$ 1,050,185
	<hr/>	<hr/>

See notes to financial statements.

**COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

December 31, 2003

	General Government			Judicial Court Services	
	Houma- Terrebonne Regional Planning Commission	Terrebonne Parish Assessor	Terrebonne Parish Sales and Use Tax Department	City Court of Houma	District Attorney
ASSETS					
Cash and cash equivalents	\$ 162,398	\$ 144,886	\$ 57,598		\$ 1,262,805
Investments				\$ 38,864	400,000
Receivables - net	1,310	795,073		35,083	13,715
Due from other funds					
Due from other governments					237,831
Due from primary government					
Inventories					
Other assets					
Restricted assets:					
Cash and cash equivalents					
Deferred bond issuance costs					
Capital assets:					
Non-depreciable		5,020	47,655	69,292	694,921
Depreciable, net					
Total assets	163,708	944,979	105,253	143,239	2,609,272
LIABILITIES					
Accounts payable and other current liabilities	47,492		43,032	3,633	46,834
Due to other governments					
Due to primary government			14,566	51,659	
Deferred revenue					
Liabilities payable from restricted assets					
Noncurrent liabilities:					
Due within one year					30,693
Due in more than one year			28,423		37,009
Total liabilities	47,492		86,021	55,292	114,536
NET ASSETS					
Invested in capital assets, net of related debt		5,020	47,655	69,292	694,921
Restricted for:					
Capital projects					
Debt service					
Other purposes					
Unrestricted (deficit)	116,216	939,959	(28,423)	18,655	1,799,815
Total net assets	\$ 116,216	\$ 944,979	\$ 19,232	\$ 87,947	\$ 2,494,736

See notes to financial statements.

Judicial Court Services			Public Safety				
Indigent Defender Board	Judicial District Court Law Clerk Fund	Terrebonne Parish Clerk of Court	Terrebonne Parish Coroner	Terrebonne Parish Communications District	Terrebonne Parish Fire Districts		
					No. 4A	No. 5	No. 6
\$ 60,396	\$ 876,266	\$ 277,866	\$ 13,098	\$ 789,188	\$ 49,290	\$ 18,744	\$ 31,722
182,317	2,731,615	816,498			204,674	80,095	390,702
		150,245		172,476	22,845	11,048	7,471
25,160	62,345	192,097			285,958	97,515	339,825
22,566			18,608			268,776	
1,500		60,487		34,353	11,854		16,750
				2,842	80,500		4,378
15,509	37,066	195,266		605,884	668,521	212,248	706,958
307,448	3,707,292	1,692,459	31,706	1,604,743	1,323,642	688,426	1,497,806
60,814		56,709	7,122	47,036	29,971	4,346	36,980
	1,139				2,548		
					350,140	1,563	16,648
						119,686	352,182
				30,000			
				217,264			
60,814	1,139	56,709	7,122	294,300	382,659	125,595	405,810
15,509	37,066	195,266		393,726	749,021	212,248	711,336
231,125	3,669,087	1,440,484	24,584	916,717	191,962	350,583	380,660
\$ 246,634	\$ 3,706,153	\$ 1,635,750	\$ 24,584	\$ 1,310,443	\$ 940,983	\$ 562,831	\$ 1,091,996

**COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

December 31, 2003

Public Safety

	Terrebonne Parish Fire Districts					
	No. 7	No. 9	No. 10	Bayou Cane	Coteau	Schriever
ASSETS						
Cash and cash equivalents	\$ 115,655	\$ 1,404	\$ 163,444	\$ 221,511	\$ 171,526	\$ 218,516
Investments	396,094	220,074	300,000	3,538	2,089	34,164
Receivables - net	27,152	26,976	21,405	866,799	8,205	
Due from other funds						165,396
Due from other governments	527,426	303,436	527,371	63,855	110,851	4,204
Due from primary government						
Inventories						
Other assets	5,350		16,300		2,050	
Restricted assets:						
Cash and cash equivalents						11,078
Deferred bond issuance costs			11,221			
Capital assets:						
Non-depreciable	241,256	26,000	22,000	265,000		
Depreciable, net	350,334	987,543	1,036,841	1,269,461	143,267	801,613
Total assets	<u>1,663,267</u>	<u>1,565,433</u>	<u>2,098,582</u>	<u>2,690,164</u>	<u>437,988</u>	<u>1,234,971</u>
LIABILITIES						
Accounts payable and other current liabilities	35,153	42,700	102,274	46,720	763	24,957
Due to other governments						14,610
Due to primary government	17,755	69,175	204			218,255
Deferred revenue	733,320	334,933	584,555	1,044,439	124,009	
Liabilities payable from restricted assets						
Noncurrent liabilities:						
Due within one year	21,830	8,328	45,000	70,000	11,299	35,000
Due in more than one year		75,594	615,000	44,024	52,575	715,000
Total liabilities	<u>808,058</u>	<u>530,730</u>	<u>1,347,033</u>	<u>1,205,183</u>	<u>188,646</u>	<u>1,007,822</u>
NET ASSETS						
Invested in capital assets, net of related debt	569,760	929,621	410,062	1,420,437	79,393	62,691
Restricted for:						
Capital projects			273			
Debt service			256,357			77,409
Other purposes	7,251					
Unrestricted (deficit)	278,198	105,082	84,857	64,544	169,949	87,049
Total net assets	<u>\$ 855,209</u>	<u>\$ 1,034,703</u>	<u>\$ 751,549</u>	<u>\$ 1,484,981</u>	<u>\$ 249,342</u>	<u>\$ 227,149</u>

See notes to financial statements.

Public Safety		Health and Welfare Services			Culture and Recreation		
Village East	Terrebonne Levee and Conservation District	Terrebonne Association for Retarded Citizens, Inc.	Terrebonne Council on Aging, Inc.	Terrebonne General Medical Center	Terrebonne Parish Recreation Districts		
					No. 1	No. 2/3	No. 3
\$ 466,458	\$ 4,454,085	\$ 400,849	\$ 193,484	\$ 10,943,000	\$ 110,399	\$ 84,113	\$ 16,395
8,221	18,239	2,734,385	5,324,077	101,246,000	278,225	4,081	
		58,640	34,489	16,374,000	30,723	20,999	6,625
62,629	364,957	210,265	18,149		255,209	362,248	80,676
79		99,465		2,968,000			
	54,853	159,434	38,215	7,065,000		7,218	70
	452,363	214,895	1,110,810	37,280,000	42,311	467,020	102,098
20,591	31,992,821	3,030,603	1,711,856	84,971,000	507,593	1,152,107	113,064
557,978	37,337,318	6,908,536	8,431,080	260,847,000	1,224,460	2,097,786	318,928
708	551,859	275,237	327,785	16,524,000	12,185	12,544	1,453
4,771					221	2,271	3,949
83,025	976,568		1,518,068		321,553	422,367	95,438
	43,012	137,879	51,581	990,000			
88,504	1,571,439	413,116	1,897,434	52,291,000	333,959	437,182	100,840
20,591	32,445,184	3,245,498	2,822,666	71,424,000	549,904	1,619,127	215,162
	1,449,887						
448,883	1,870,808	3,249,922	19,164	2,349,000	340,597	41,477	2,926
			3,691,816	117,269,000			
\$ 469,474	\$ 35,765,879	\$ 6,495,420	\$ 6,533,646	\$ 191,042,000	\$ 890,501	\$ 1,660,604	\$ 218,088

**COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

December 31, 2003

Culture and Recreation

	Terrebonne Parish Recreation Districts				
	No. 4	No. 5	No. 6	No. 7	No. 8
ASSETS					
Cash and cash equivalents	\$ 48,140	\$ 69,501	\$ 94,910	\$ 77,638	\$ 35,735
Investments	334,529	213,572	135,707	47,567	
Receivables - net	16,449	11,118	6,238	12,196	4,550
Due from other funds					
Due from other governments	206,028	98,961	206,225	242,706	125,973
Due from primary government					
Inventories					
Other assets			8,870	42	555
Restricted assets:					
Cash and cash equivalents					
Deferred bond issuance costs					
Capital assets:					
Non-depreciable	84,503	35,000	93,184	36,790	70,820
Depreciable, net	476,777	159,229	235,998	263,637	472,762
Total assets	1,166,426	587,381	781,132	680,576	710,395
LIABILITIES					
Accounts payable and other current liabilities	22,505	3,043	41,419	6,240	583
Due to other governments					
Due to primary government	229	33,708	474	52,729	
Deferred revenue	252,116	120,063	226,609	358,445	154,777
Liabilities payable from restricted assets					
Noncurrent liabilities:					
Due within one year					
Due in more than one year					
Total liabilities	274,850	156,814	268,502	417,414	155,360
NET ASSETS					
Invested in capital assets, net of related debt	561,280	160,521	329,182	300,427	543,582
Restricted for:					
Capital projects					
Debt service					
Other purposes					
Unrestricted (deficit)	330,296	270,046	183,448	(37,265)	11,453
Total net assets	\$ 891,576	\$ 430,567	\$ 512,630	\$ 263,162	\$ 555,035

See notes to financial statements.

Culture and Recreation				Economic Development and Assistance			Utilities	
Terrebonne Parish Recreation Districts			Terrebonne Parish Library	Houma Area Convention and Visitors Bureau	Houma-Terrebonne Airport Commission	Terrebonne Parish Port Commission	Consolidated Waterworks District No. 1	Total
No. 9	No. 10	No. 11						
\$ 47,413	\$ 172,313	\$ 203,415	\$ 83,716	\$ 238,406	\$ 1,676,381	\$ 17,714	\$ 1,416,492	\$ 25,268,354
	300,000	211,102	7,295,780	205,403	6,578,450			130,893,954
23,722	16,053	67,209	431,365	80,670	10,278		1,455,651	20,881,402
								192,097
246,263	394,523	613,132	315,994	29,031			43,270	6,623,208
			35,281			101,941		451,455
							293,306	3,360,771
20,768	10,929	36		1,067	16,374		1,329,933	8,862,008
	8,447		70,511				7,368,626	7,368,626
							157,546	258,803
71,500	75,741	176,676	53,225	54,300	1,703,713		8,832,936	51,599,861
570,945	1,350,571	844,420	15,379,807	733,142	8,570,560	4,138	53,904,619	214,313,639
<u>980,611</u>	<u>2,328,577</u>	<u>2,115,990</u>	<u>23,665,679</u>	<u>1,342,019</u>	<u>18,555,756</u>	<u>123,793</u>	<u>74,802,379</u>	<u>470,074,178</u>
30,555	85,060	7,001	294,540	20,883	21,842	14,388	723,488	19,613,854
								7,319
1,983	967	43,945				30,885		358,680
277,517	437,412	711,041			46,403			9,862,921
							1,863,999	1,863,999
736	140,000	30,000	410,000				1,169,771	2,992,657
	385,000	65,000	11,165,000		31,812	4,247	18,023,965	83,983,385
<u>310,791</u>	<u>1,048,439</u>	<u>856,987</u>	<u>11,869,540</u>	<u>20,883</u>	<u>100,057</u>	<u>49,520</u>	<u>21,781,223</u>	<u>118,682,815</u>
641,709	920,012	926,096	3,928,543	787,442	10,274,273	4,138	43,543,819	181,866,180
	58,269							1,508,429
	233,056		1,842,102				1,355,738	3,764,662
							2,436,082	4,811,497
28,111	68,801	332,907	6,025,494	533,694	8,181,426	70,135	5,685,517	159,440,595
<u>\$ 669,820</u>	<u>\$ 1,280,138</u>	<u>\$ 1,259,003</u>	<u>\$ 11,796,139</u>	<u>\$ 1,321,136</u>	<u>\$ 18,455,699</u>	<u>\$ 74,273</u>	<u>\$ 53,021,156</u>	<u>\$ 351,391,363</u>

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	General Government			Judicial Court Services		
	Houma- Terrebonne Regional Planning Commission	Terrebonne Parish Assessor	Terrebonne Parish Sales and Use Tax Department	Total General Government	City Court of Houma	District Attorney
EXPENSES	\$ 26,695	\$ 1,082,416	\$ 704,023	\$ 1,813,134	\$ 723,003	\$ 4,674,244
PROGRAM REVENUES:						
Charges for services	38,305		708,430	746,735	541,911	1,395,231
Operating grants and contributions		264,405		264,405	49,082	3,291,479
Capital grants and contributions						
Net program (expenses) revenue	11,610	(818,011)	4,407	(801,994)	(132,010)	12,466
GENERAL REVENUES:						
Taxes:						
Property		833,564		833,564		
Sales						
Occupancy						
Investment earnings	1,184			1,184	18,884	6,846
Other income		9,202	218	9,420	1,720	65,850
Total general revenues	1,184	842,766	218	844,168	20,604	72,696
Change in net assets	12,794	24,755	4,625	42,174	(111,406)	85,162
Net assets, beginning	103,422	920,224	14,607	1,038,253	199,353	2,409,574
Net assets, ending	\$ 116,216	\$ 944,979	\$ 19,232	\$ 1,080,427	\$ 87,947	\$ 2,494,736

See notes to financial statements.

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

Judicial Court Services				Public Safety				
Indigent Defender Board	Judicial District Court Law Clerk Fund	Terrebonne Parish Clerk of Court	Total Judicial Court Services	Terrebonne Parish Coroner	Terrebonne Parish Communications District	Terrebonne Parish Fire Districts		
						No. 4A	No. 5	No. 6
\$ 737,453	\$ 1,042,601	\$ 3,397,866	\$ 10,575,167	\$ 462,900	\$ 1,096,197	\$ 385,419	\$ 137,884	\$ 472,786
583,470	791,770	3,431,678	6,744,060	175,332	1,162,251			1,400
59,268	587,344		3,987,173	297,177		31,024	589,138	39,342
						5,360		
(94,715)	336,513	33,812	156,065	9,609	66,054	(349,035)	451,254	(432,044)
						330,189	107,315	348,493
2,900	44,447	50,463	123,540	55	7,357	4,278	4,262	8,407
586			68,156	5,028	21,180			14,668
3,486	44,447	50,463	191,696	5,083	28,537	334,467	111,577	371,568
(91,229)	380,960	84,275	347,762	14,692	94,591	(14,568)	562,831	(60,476)
337,863	3,325,193	1,551,475	7,823,458	9,892	1,215,852	955,551		1,152,472
<u>\$ 246,634</u>	<u>\$ 3,706,153</u>	<u>\$ 1,635,750</u>	<u>\$ 8,171,220</u>	<u>\$ 24,584</u>	<u>\$ 1,310,443</u>	<u>\$ 940,983</u>	<u>\$ 562,831</u>	<u>\$ 1,091,996</u>

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

Public Safety

	Terrebonne Parish Fire Districts						
	No. 7	No. 9	No. 10	Bayou Cane	Coteau	Schriever	Village East
EXPENSES	\$ 541,476	\$ 281,607	\$ 458,993	\$ 1,001,571	\$ 77,435	\$ 214,165	\$ 54,569
PROGRAM REVENUES:							
Charges for services							
Operating grants and contributions	104,110	21,900	35,195	166,931	14,182	42,096	19,343
Capital grants and contributions							
Net program (expenses) revenue	<u>(437,366)</u>	<u>(259,707)</u>	<u>(423,798)</u>	<u>(834,640)</u>	<u>(63,253)</u>	<u>(172,069)</u>	<u>(35,226)</u>
GENERAL REVENUES:							
Taxes:							
Property	482,844	310,942	646,572	908,803	114,946	190,614	79,444
Sales							
Occupancy							
Investment earnings	7,975	4,868	4,936	4,716	2,019	2,256	5,790
Other income	4,935		4,485	27,451			
Total general revenues	<u>495,754</u>	<u>315,810</u>	<u>655,993</u>	<u>940,970</u>	<u>116,965</u>	<u>192,870</u>	<u>85,234</u>
Change in net assets	58,388	56,103	232,195	106,330	53,712	20,801	50,008
Net assets, beginning	<u>796,821</u>	<u>978,600</u>	<u>519,354</u>	<u>1,378,651</u>	<u>195,630</u>	<u>206,348</u>	<u>419,466</u>
Net assets, ending	<u>\$ 855,209</u>	<u>\$ 1,034,703</u>	<u>\$ 751,549</u>	<u>\$ 1,484,981</u>	<u>\$ 249,342</u>	<u>\$ 227,149</u>	<u>\$ 469,474</u>

See notes to financial statements.

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

Public Safety		Health and Welfare Services				Culture and Recreation		
Terrebonne Levee and Conservation District	Total Public Safety	Terrebonne Association for Retarded Citizens, Inc.	Terrebonne Council on Aging, Inc.	Terrebonne General Medical Center	Total Health and Welfare Services	Terrebonne Parish Recreation Districts		
						No. 1	No. 2/3	No. 3
\$ 2,784,822	\$ 7,969,824	\$ 5,365,453	\$ 3,039,689	\$ 132,755,000	\$ 141,160,142	\$ 214,012	\$ 376,133	\$ 113,837
	1,338,983	2,916,709	110,154	141,605,000	144,631,863	900	4,120	38,136
	1,360,438	2,534,763	931,424		3,466,187	26,958	19,790	6,032
567,676	573,036		31,064		31,064			
(2,217,146)	(4,697,367)	86,019	(1,967,047)	8,850,000	6,968,972	(186,154)	(352,223)	(69,669)
1,974,221	5,494,383		3,027,407		3,027,407	268,107	363,726	80,707
1,620,000	1,620,000							
50,558	107,477	61,997	105,300	7,259,000	7,426,297	5,283	2,380	120
4,618	82,365	159,715	50,686		210,401		4,400	
3,649,397	7,304,225	221,712	3,183,393	7,259,000	10,664,105	273,390	370,506	80,827
1,432,251	2,606,858	307,731	1,216,346	16,109,000	17,633,077	87,236	18,283	11,158
34,333,628	42,162,265	6,187,689	5,317,300	174,933,000	186,437,989	803,265	1,642,321	206,930
<u>\$ 35,765,879</u>	<u>\$ 44,769,123</u>	<u>\$ 6,495,420</u>	<u>\$ 6,533,646</u>	<u>\$ 191,042,000</u>	<u>\$ 204,071,066</u>	<u>\$ 890,501</u>	<u>\$ 1,660,604</u>	<u>\$ 218,088</u>

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

Culture and Recreation

	Terrebonne Parish Recreation Districts						
	No. 4	No. 5	No. 6	No. 7	No. 8	No. 9	No. 10
EXPENSES	\$ 230,479	\$ 89,232	\$ 293,448	\$ 238,658	\$ 172,936	\$ 374,277	\$ 362,458
PROGRAM REVENUES:							
Charges for services	8,073		29,940	15,211	1,994	100,975	2,766
Operating grants and contributions	29,407	17,442	29,611	13,193	2,635	17,085	16,019
Capital grants and contributions							
Net program (expenses) revenue	(192,999)	(71,790)	(233,897)	(210,254)	(168,307)	(256,217)	(343,673)
GENERAL REVENUES:							
Taxes:							
Property	237,716	95,098	211,491	239,974	125,194	252,739	536,188
Sales							
Occupancy							
Investment earnings	4,045	14,008	1,897	2,746	707	759	6,656
Other income	2,411	278	13,722	3,569		400	2,085
Total general revenues	244,172	109,384	227,110	246,289	125,901	253,898	544,929
Change in net assets	51,173	37,594	(6,787)	36,035	(42,406)	(2,319)	201,256
Net assets, beginning	840,403	392,973	519,417	227,127	597,441	672,139	1,078,882
Net assets, ending	\$ 891,576	\$ 430,567	\$ 512,630	\$ 263,162	\$ 555,035	\$ 669,820	\$ 1,280,138

See notes to financial statements.

**COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

Culture and Recreation			Economic Development and Assistance			Utilities		
No. 11	Terrebonne Parish Library	Total Culture and Recreation	Houma Area Convention and Visitors Bureau	Houma-Terrebonne Airport Commission	Terrebonne Parish Port Commission	Total Economic Development and Assistance	Consolidated Waterworks District No. 1	Total
\$ 769,523	\$ 3,876,556	\$ 7,111,549	\$ 764,429	\$ 1,027,722	\$ 157,350	\$ 1,949,501	\$ 10,178,146	\$ 180,757,463
40,747	44,097	286,959		982,078	10,385	992,463	10,236,851	164,977,914
44,667		222,839		97,198	209,107	209,107	87,011	9,597,160
				51,554	62,142	97,198		701,298
(684,109)	(3,832,459)	(6,601,751)	(764,429)			(650,733)	145,716	(5,481,091)
580,099		2,991,039						12,346,393
	4,012,460	4,012,460	580,970			580,970		5,632,460
4,821	104,679	148,101	5,572	286,701	57	292,330	110,478	8,209,407
1,255	23,997	52,117	10,579	2,135	5,185	17,899		440,358
586,175	4,141,136	7,203,717	597,121	288,836	5,242	891,199	110,478	27,209,588
(97,934)	308,677	601,966	(167,308)	340,390	67,384	240,466	256,194	21,728,497
1,356,937	11,487,462	19,825,297	1,488,444	18,115,309	6,889	19,610,642	52,764,962	329,662,866
<u>\$ 1,259,003</u>	<u>\$ 11,796,139</u>	<u>\$ 20,427,263</u>	<u>\$ 1,321,136</u>	<u>\$ 18,455,699</u>	<u>\$ 74,273</u>	<u>\$ 19,851,108</u>	<u>\$ 53,021,156</u>	<u>\$ 351,391,363</u>



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Terrebonne Parish Consolidated Government

December 31, 2003

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NOTES TO FINANCIAL STATEMENTS

Terrebonne Parish Consolidated Government

December 31, 2003

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Terrebonne Parish Consolidated Government (the Parish) complies with accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. For enterprise funds, GASB Statement Nos. 20 and 34 provide the Parish the option of electing to apply FASB pronouncements issued after November 30, 1989. The Parish has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

The Terrebonne Parish Home Rule Charter consolidated the governmental functions of the City of Houma and the Terrebonne Parish Police Jury as the Terrebonne Parish Consolidated Government (the Parish) effective January 1, 1984. The financial reporting entity consists of (1) the primary government (all funds under the auspices of the Parish President and the Parish Council), (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

GASB Statement No. 14, *The Financial Reporting Entity*, established the criterion for determining which component units should be considered part of the Parish for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the governing authority appoints a majority of the board members of the potential component unit.
3. Fiscal interdependency between the Parish and the potential component unit.
4. Imposition of will by the Parish on the potential component unit.
5. Financial benefit/burden relationship between the Parish and the potential component unit.

Based on the previous criteria, Parish management has included the following component units in the reporting entity:

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Financial Reporting Entity (continued)

Blended Component Units

These component units, although legally separate entities, are, in substance, part of the Parish's operations and so audited data as of and for the year ended December 31, 2002 from these units are combined with data of the primary government. The expenditures of these blended component units are provided for in the Parish's operating and capital budgets.

Houma Community Mineral Lease (the "HCML") - The HCML was created to establish the City of Houma, subsequently the Terrebonne Parish Consolidated Government, as an agent of certain property owners to annually distribute mineral royalties provided. The HCML irrevocably appointed governing authority is the Parish President and Council Members. Fiscal dependency exists since the Parish provides office space, personnel and related expenditures in its capacity as agent.

Police Pension & Relief Board and Firemen's Pension & Relief Board - Imposition of will exist because the Boards consist of Parish officials (elected and appointed) and employees of the related police and fire departments. In addition, a financial burden exists because the Parish is obligated for the unfunded future liability over the employee/employer's regular contribution. The Parish also provides secretarial and accounting services for the Pension Boards.

Discrete Component Units

The component unit columns in the government-wide financial statements include the audited financial data of the Parish's other component units as of and for the year ended December 31, 2002, unless otherwise noted. They are reported in a separate column to emphasize that they are legally separate from the Parish.

The Louisiana State Constitution provides for independently elected legally separate parish officials. These officials have statutorily defined sources of funds that are used for operating and/or capital purposes. However, the Parish is constitutionally obligated to cover revenue shortfalls in their operational and/or capital budgets. As a result fiscal interdependency relationships between the Parish and the following officials:

Terrebonne Parish District Attorney (the "DA") - The DA is a separately elected official. A financial dependency exists to the extent the Parish provides and maintains their offices, salaries and various related expenses as statutorily mandated.

Terrebonne Parish Indigent Defender (the "ID") and the Judicial Law Clerk (the "JLC") - The ID Board and JLC are part of the operations of the district court system, which creates a fiscal dependency.

Terrebonne Parish Clerk of Court (the "Clerk") (June 30, 2003) and the Terrebonne Parish Tax Assessor (the "Assessor") - The Clerk and the Assessor are separately elected officials. Fiscal dependency exists since the Parish provides and maintains the offices of the Clerk and Assessor. Title to real property is in the name of the Parish. The substance of the relationship between these officials and the Parish is that the Parish has approval authority over the officials' capital budgets. The parish is also entitled to fifty percent of any surplus general funds of the Clerk of Court at the end of the Clerk's elected term.

City Court of Houma (the "City Court") - The City Court Judge is a separately elected official within the Houma Municipal Boundaries and is a part of the operations of the city court system.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Financial Reporting Entity (continued)

The Parish can impose its will due to the financial benefit received by City Court (office space and maintenance, salaries and related expenditures.)

Terrebonne Parish Coroner (the "Coroner") - The Coroner is a separately elected official. The Parish is responsible for paying fees to the Coroner for services provided to the public. There is a fiscal dependence since the Parish must approve the rates set by the Coroner.

Terrebonne Parish Port Commission (the "Commission") -The Commission is governed by a separate seven member board of which five members are appointed by the Parish President and the Parish Council and two members are nominated by the Chamber of Commerce and appointed by the Parish Council. Although the Commission is legally separate, the Parish provides office space, personnel and accounting services. These expenditures are provided for in the annual operating and capital budgets of the Parish. Separate financial statements are not issued on the Commission since it has been historically included as a fund within the Parish's financial statements.

Terrebonne Parish Sales & Use Tax Department - This separate agency of the Parish collects all sales taxes levied in Terrebonne Parish, under the jurisdiction of the Parish. At present, the Parish, Terrebonne Parish School Board and Terrebonne Parish Sheriff levy those taxes. The composition of the Advisory Board is made up of equal members from the Parish and Parish School Board and a member from the Parish Sheriff. However, the decisions of the Advisory Board are ratified by the Parish Council and can therefore impose its will. In addition, the director is appointed by the Parish President and ratified by the Parish Council. However, this component unit does not provide services entirely, or almost entirely, to the Parish.

Terrebonne Levee and Conservation District - This is a separate political subdivision of the State of Louisiana governed by a separate board of commissioners consisting of nine members appointed by the governor selected from a list of nominations from the following: six (6) appointments from the legislative delegation; two (2) from the Terrebonne Parish President (with approval from the Terrebonne Parish Council); one (1) chosen from five submissions by the local American Legion Posts. A one-quarter percent (1/4%) sales tax is collected by the Parish for the purpose of constructing and maintaining the Morganza to the Gulf Project. The Parish has the ability to impose its will on the Levee district because they can modify or approve the budget for the Morganza to the Gulf Project before forwarding the funds to the Levee District.

Other Special Districts - There are a number of special districts located in the Parish that each provides services to a limited number of parish citizens. The Parish appoints all board members of these districts, can remove appointed members of the boards at will and has a financial benefit/burden or dependency relationship with the special district. Therefore, the Parish can impose its will on these districts. While these districts are responsible for obtaining voter approval for the levy of taxes or debt issuance, all related Louisiana State Bond Commission approvals must be obtained through the Parish. Certain agencies have different year-ends as indicated. These agencies are:

Parish Recreation Districts No. 1 - 11
Parish Fire Protection Districts No. 4A, 5, 6, 7, 9 and 10
Bayou Cane Fire District, Coteau Fire District, Schriever Fire District,
Village East Fire District
Houma-Terrebonne Regional Planning Commission
Terrebonne Parish Library
Terrebonne Parish Communications District
Consolidated Waterworks District No. 1 - June 30, 2003
Terrebonne General Medical Center - March 31, 2003
Houma-Terrebonne Public Trust Financing Authority - March 31, 2003

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Financial Reporting Entity (continued)

In addition, there are special districts whose board members are appointed with "special circumstance." That is, some members may be appointed by separate organizations, or the Parish Council will appoint the members from lists of nominations from separate organizations. Certain special districts have different year-ends as indicated. Each of these special districts has a financial benefit or burden to the Parish and/or a fiscal dependency on the Parish.

Houma Area Convention and Visitors Bureau
Terrebonne Association for Retarded Citizens – June 30, 2003
Terrebonne Council on Aging – June 30, 2003
Houma-Terrebonne Airport Commission – June 30, 2003

Complete financial statements of the individual component units may be obtained from their respective administration offices or from the Terrebonne Parish Consolidated Government at the Government Tower, 8026 Main Street, Suite 300, Houma, Louisiana 70360.

Component units generally follow the same accounting policies as the Primary Government with the exception of the Terrebonne Parish Assessor, which recognizes ad valorem taxes during the year levied. The Primary Government and all other component units budget current year taxes as levied for next year.

Terrebonne General Medical Center reports in accordance with accounting principles generally accepted in the United States of America as specified by the American Institute of Certified Public Accountants' "Audits of Providers of Health Care Services".

Related Organizations

Parish officials are also responsible for appointing members of the boards of other organizations. The Parish's accountability does not extend beyond making the appointments. The Houma Housing Authority is a related organization. The organization's financial statements can be obtained at their administrative offices as follows:

Houma Housing Authority
Judith A. Escamilla, Executive Director
7491 Park Avenue
Houma, LA 70360

B. Basis of Presentation

The Parish's basic financial statements consist of the government-wide statements on all of the non-fiduciary activities of the primary government and its component units and the fund financial statements (individual major fund and combined non-major fund).

Government-Wide Financial Statements

The government-wide financial statements include the statement of net assets and the statement of activities for the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to the rule are payments between various functions of government and the enterprise funds for charges such as electric and gas. The government-wide presentation focuses primarily on the sustainability of the Parish as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (continued)

Governmental Activities represent programs, which normally are supported by taxes and intergovernmental revenues.

Business-Type Activities are financed in whole or in part by fees charged to external parties for goods and services.

The primary government is reported separately from the legally separate component units as detailed in section (A) of this note.

The statement of activities demonstrates the degree to which the direct expenses have a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect costs are not allocated by function for financial reporting in this statement; however, certain indirect costs have been directly allocated as administrative fees to grants and special fund programs. Program revenue include: (1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. This includes internally dedicated resources such as a restricted property tax.

Fund Financial Statements

The fund financial statements are very similar to the traditional government fund statements as presented by governments prior to the issuance of the GASB Statement No. 34. Emphasis is now on the major funds in either the governmental or business-type categories. Non-major funds (by category) or fund type are summarized into a single column.

The daily accounts and operations of the Parish continue to be organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues, expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based on the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds of the primary government are grouped, into generic fund types and three broad fund categories as follows:

Governmental Activities presented as Governmental Funds in the fund financial statements:

General Fund – The General Fund is the general operating fund of the Parish. The General Fund accounts for all financial resources except those required to be accounted for in other funds. The General Fund is always a major fund.

Special Revenue Funds -- Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. Special Revenue Funds reported as major funds in the fund financial statements are as follows:

Public Safety Fund – accounts for revenues dedicated to the City of Houma. Proceeds are used for operating, maintaining and purchasing any necessary equipment for the police and fire departments.

Grant Fund - accounts for the receipts and disbursements of Federal and State grants.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (continued)

Road and Bridge Maintenance Fund – accounts for the proceeds of a dedicated ¼% sales tax and supplemental transfer from the General Fund for the purpose of operating, maintaining, and constructing roads and bridges.

Drainage Maintenance Fund – accounts for the proceeds of a dedicated ¼% sales tax and ad valorem taxes used for the purpose of providing, maintaining and constructing drainage works.

Sanitation Maintenance Fund – accounts for the proceeds of ad valorem taxes and monthly garbage collection fees which are used for the purpose of providing and maintaining garbage collection and disposal services, and closure costs of the Parish's Ashland Landfill.

Debt Service Fund – accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. The Debt Service Fund is not a major fund.

Capital Projects Fund – accounts for financial resources used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds) and is reported as a major fund.

Proprietary Funds:

Enterprise Funds – are used to account for operations: (a) that are financed and operated similarly to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Enterprise Funds are presented in the business-type activities column in government-wide financial statements and the major funds section of the basic financial statements, the three Enterprise Funds reported as major funds in the fund financial statements are as follows:

Utilities Fund - accounts for electricity and gas services to the residents of the City of Houma and gas services to certain outlying areas of Terrebonne Parish. All activities necessary to provide such services are accounted for in the Fund, including, but not limited to, administration, operations, constructions, maintenance, financing and related debt service, billing and collection.

Sewerage Fund - accounts for all activities necessary to provide sewer services to Terrebonne Parish, including, but not limited to, operations, construction and maintenance charges.

Civic Center Fund – accounts for all activities necessary for the Houma-Terrebonne Civic Center, including, but not limited to, the administration, operations, maintenance and marketing.

Internal Service Funds – account for: (1) risk management services, including liability, property and group health insurance, (2) personnel administrative, training and unemployment claim services, (3) central purchasing services, (4) information systems services and (4) centralized fleet management services provided to various departments or agencies of the Parish, or to other governments, on a cost-reimbursement basis. The internal service fund totals are presented as part of the proprietary fund financial statements. Since the principal users of the internal service funds are Parish governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. To the extent possible, the costs of these services are reflected in the appropriate functional activity.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (continued)

Fiduciary Funds (Not included in government-wide statements):

Pension Trust Funds – account for the activities of the Police Pension and Relief Fund and Firemen’s Pension and Relief Fund, which accumulates resources to be used for retirement payments to policemen and firemen hired prior to January 1, 1980.

Agency Funds – account for resources legally held in trust for use by the Houma Community Mineral Lease. The Houma Community Mineral Lease Fund accounts for royalties from the production of oil and gas from certain properties within the City of Houma and the distribution of the royalties to the participating property owners. The Marshal Trust Fund accounts for the collection of garnishments and seizures and the subsequent disbursement to the appropriate parties (less a collection fee paid to the Parish).

Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. Operating expenses for Enterprise Funds and Internal Service Funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

C. Basis of Accounting and Measurement Focus

Government-Wide Financial Statements:

The government-wide financial statements are reported 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 taxes and the related state revenue sharing (Intergovernmental revenue) are recognized in the year for which they are levied. *Ad Valorem Tax Adjustments and Deductions* are recognized as expenses for the year in which the related property tax revenue is recognized

Fund Financial Statements:

All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing resources) and decreases (expenditures and other uses) in net current assets. Governmental funds are maintained on the modified accrual basis of accounting.

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government’s availability criteria (susceptible to accrual). Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. Charges for services, fines and forfeits, and most governmental miscellaneous revenues, including investment earnings are recorded as earned since they are measurable and available. The Parish definition of available means expected to be received within sixty days of the end of the fiscal year.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting and Measurement Focus (continued)

Nonexchange transactions, in which the Parish receives value without directly giving value in return, included sales tax, property tax, special assessments, grants, entitlements, and donations. Ad valorem taxes and the related state revenue sharing (Intergovernmental revenue) are recognized as revenue of the period for which levied. The current year property taxes are being levied to finance the subsequent year's budgeted expenditures by Council ordinance and legally are not available for funding current year expenditures, accordingly, property taxes levied in 2003 shall be recognized as revenue in 2004. The 2003 tax levy is recorded as deferred revenue in the Parish's 2003 financial statements. Ad Valorem Tax Adjustments represent unpaid taxes that are recognized as general government expenditures when the related tax levy is recognized as revenue at that time. Ad Valorem Tax Deductions represent withheld amounts to fund expenditures of the Terrebonne Parish Assessor that are also recognized as general government expenditures when the related tax revenue is recognized. Sales and use taxes are considered "measurable" when the underlying transaction occurs and meets the availability criteria. Anticipated refunds of such taxes are recorded as fund liabilities and reductions of revenue when they are measurable and valid. Special Assessments for Sewer Improvement and Paving Sinking Funds are recognized as revenues when installments are billed. Unbilled assessments are reported as deferred revenues. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources can be used.

Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable, except for the following: (1) principal and interest on long-term debt are recorded when due, and (2) claims and judgments, group health claims, arbitrage payable, net pension obligation and compensated absences are recorded as expenditures in the governmental fund type when paid with expendable available financial resources. Allocations of cost such as depreciation and amortization are not recognized in the governmental funds.

All Proprietary and Fiduciary Funds are accounted for on a flow of economic resources measurement focus. Proprietary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable. Revenues resulting from transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place.

D. Assets, Liabilities and Fund Equity

Cash, Cash Equivalents and Investments

Cash includes amounts in regular and money market accounts.

For purposes of the statement of cash flows, cash and cash equivalents include certificates of deposit and securities with maturities of three months or less when purchased.

Investments are stated at fair value as established by the open market, except for the Louisiana Asset Management Pool (LAMP). LAMP is an external pool, which is operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC-registered mutual funds to use amortized cost rather than fair value to report net assets to compute share prices if certain conditions are met.

Securities traded in a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. Realized gains and losses on investments recorded at fair value are included in investment income.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (continued)

Investment policies are governed by state statutes and bond covenants. Investments during the year consisted of the following:

Federal Home Loan Bank Notes
Federal Home Loan Mortgage Corporation (FHLMC) Notes
Federal National Mortgage Association (FNMA) Notes
Louisiana Asset Management Pool (LAMP)
Federal Farm Credit Bank Notes
Federal Agricultural Mortgage Association Notes

Accounts Receivable

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 120 days comprise the trade accounts receivable allowance for uncollectibles. The allowances represent approximately 7% and 18% of receivables from governmental and business-type activities, respectively.

Inventories and Prepaid Items

Inventories are stated at cost using the average price method. Inventoried items are recorded as expenditures when consumed, rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as "due to/from other funds". At December 31, 2003, the Parish did not have any non-current interfund loans/borrowing arrangements. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

Restricted Assets

Certain bond proceeds and debt service sinking funds of the Parish are legally restricted as to purpose. These assets have been classified as restricted assets on the Statement of the Net Assets since the use of these funds are limited by applicable bond resolutions.

Capital Assets

Capital assets, which include land and land improvements, buildings, equipment, and infrastructure assets (streets, roads, bridges, canals, and sewer and drainage systems) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of two years. This capitalization threshold is raised to \$100,000 for infrastructure assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (continued)

Major outlays for capital assets and improvements are capitalized as projects at completion of construction. At this point the project costs are moved out of construction-in-progress and capitalized. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalization value of the assets constructed.

The Parish capitalizes interest cost (net of interest earned) during the construction phase of major capital projects of Proprietary Funds in accordance with FASB Statements No. 34, *Capitalization of Interest Cost*, and No. 62, *Capitalization of Interest Cost in Situations Involving Certain Tax-Exempt Borrowings and Certain Gifts and Grants*. The objectives of the capitalizing interest are: (a) to obtain a measure of acquisition cost that more closely reflects the enterprise's total investment in the asset, and (b) to charge a cost that relates to the acquisition of a resource that will benefit future periods against the revenues of the period benefited. The amount of interest cost capitalized on major capital projects acquired/constructed with proceeds of restricted tax-exempt debt includes all interest cost of the borrowing less any interest earned on related interest-bearing investments acquired with proceeds of the related tax-exempt borrowings from the date of the borrowing until the assets are ready for their intended use. Interest cost capitalized for the period ending December 31, 2003, is disclosed by project in Note 8, Change in Capital Assets.

Capital Assets of the Parish, as well as component units, are depreciated using the straight-line method over the following estimated useful lives:

<u>Type of Capital Assets</u>	<u>No. of Years</u>
Buildings and Building Improvements	10-50
Utility Plant and Distribution Systems	10-25
Land Improvements – Structure	10
Furniture	10
Machinery and Equipment	5-10
Vehicles	3-15
Infrastructure	25

Certain infrastructure and improvements, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems and other assets have not been capitalized as of December 31, 2003. GASB Statement No. 34 allows the Parish until the year ending 2006 to record and depreciate these infrastructure assets. The net financial effect of recording these infrastructure assets will be an increase in net capital assets on the government-wide statements. Infrastructure for calendar years 2002 and 2003 have been capitalized and depreciated in accordance with the above capitalization policy.

Long-Term Debt

In the government-wide statement of net assets and in the proprietary fund types' financial statements, long-term debt and other long-term obligations are reported as liabilities. In proprietary funds bond premiums, discounts, and issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable costs are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements governmental fund types recognize bond premiums, discounts, and bond issuance costs during the current fiscal period. The face amount of the debt issue is reported as "other financing sources." Premiums received on debt issuances are reported as "other financing sources" and discounts on debt are reported as "other financing uses."

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (continued)

Compensated Absences

GASB Statement No. 16, *Accounting for Compensated Absences*, requires governments to accrue compensated absences only to the extent it is probable that the employer will compensate employees for benefits through cash payments conditioned on the employees' termination or retirement. The Parish has recorded liabilities for accumulated vacation, sick leave and the applicable percentages of retirement, social security and Medicare associated with the payment of compensated absences as of December 31, 2003.

In the government-wide financial statements and the proprietary fund types fund statements, the total compensated absences liability is recorded as an expense and long-term and current obligations and allocated on a functional basis. A current liability is recorded for the value of one year's accrual of leave in the proprietary funds fund statement. In accordance with GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, (issued in March of 2000), no compensated absences liability is recorded at December 31, 2003 in the governmental fund-type fund financial statements.

Employees of the Primary Government can earn 96 hours or 136 hours of vacation leave, depending on their length of employment. Accumulated vacation leave is due to the employee at the time of termination or death. The vacation policy provides that any unused annual leave, in excess of one year's earnings, remaining on the employee's anniversary date will be transferred to sick leave.

Employees of the Parish earn 56 hours sick leave per year. Upon official retirement from the Parochial Retirement System the retiring employee will be allowed to receive half of whatever, accumulated sick leave time has accrued, up to maximum of 240 hours, by leaving work and remaining on the payroll of the Parish until this 240 hours are exhausted. Retirement from PERS will commence the day after the employee's last day on the Parish payroll. The employee may also elect to be paid for said hours at the time official retirement begins.

During 2003, the Parish changed its method for estimating the current portion of compensated absences payable. In 2003, the carryover for prior years accrued compensated absences payable was determined to be taken first and currently earned but unused compensated absences are carried over to the next year. The effect of the change in estimate is \$785,110 reported as current liabilities for compensated absences.

Details of the compensated absences liability for the Parish discrete component units can be found in the separately issued audit reports of each component unit.

Accounting for Ashland Landfill Closure and Postclosure Care Costs

Ashland Landfill Closure and Postclosure Care Costs are accrued for in accordance with guidelines recommended by Section L10 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

In the government-wide financial statements a portion of the estimated total current cost of closure and post closure care costs are recognized (based on use) as an expense and as a liability in each period that it accepts solid waste. In the fund financial statements, the Sanitation Fund recognizes expenditures for the current period costs. A complete explanation of the liability and its calculation is referenced in Note 21.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (continued)

Reserves and Designations of Equity

Some portions of fund balance in the governmental fund types are reserved to indicate that a portion of equity is legally restricted to a specific future use and is not available for appropriation or expenditure. Designated portions of fund balance indicate tentative future spending plans, which may be changed and are subject to subsequent authorization before expenditures can be made.

The reserve for long-term receivables in the General Fund represents amounts due from other governmental entities not expected to be collected within one year.

The reserve for maintenance of Broadmoor trees in the General Fund consist of a donation for the specific purpose of maintaining trees in Broadmoor subdivision.

Designated for Subsequent Year Expenditures are amounts in next year's budget that represent deficiencies of revenues over expenditures. Other designations are made for specific indicated purposes included in the title and require a council appropriation in subsequent years.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt proceeds used for the acquisition, construction, or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use by external parties such as creditors, grantors, laws or regulations of other governments.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions. Those estimates affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements. They may also affect the reported amounts of revenues and expenses of proprietary funds and the government-wide financial statements during the reporting period. Actual results could differ from these estimates.

E. Reporting Changes

Effective January 1, 2003, Parish Ordinance No. 6781 created a seven member governing authority for Terrebonne Parish Fire District No. 5 whose former governing authority was the Parish Council. Fire District No. 5, previously reported as a Special Revenue Fund of the Parish, is reported as a discrete component unit of the Parish for the year ended December 31, 2003. The Parish transferred to Fire District No. 5 net assets in the amount of \$548,971.

For 2003, Bayou Blue Fire Protection District became a component unit of Lafourche Parish Council. Therefore, the financial statements of the Bayou Blue Fire Protection District are not included in the Parish's financial statements for the year ended December 31, 2003.

For 2003, Terrebonne Levee and Conservation District became a component unit of Terrebonne Parish Consolidated Government. Therefore, the financial statements of the Terrebonne Levee and Conservation District are included in the Parish's financial statements for the year ended December 31, 2003.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Reporting Changes (continued)

As of January 1, 2003, Bayou Cane Fire District implemented Governmental Accounting Standards Board Statement No. 39 therefore including Bayou Cane Volunteer Fire Department, Inc. as a blended component unit.

Total Net Assets of Component Units-	
December 31, 2002, as previously reported	\$295,491,973
Adjustments:	
Bayou Cane Fire District-	
Adjustment to include Volunteer's Net Assets	(37,718)
Terrebonne Levee and Conservation District	
Net Assets, December 31, 2002	34,333,628
Bayou Blue Fire District-	
Net Assets, December 31, 2002	<u>(125,017)</u>
Total Net Assets of Component Units-	
December 31, 2002, as restated	<u><u>\$329,662,866</u></u>

Note 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all government funds except the Capital Projects Fund and Debt Service Fund. The Capital Project Fund present project as opposed to annual budget amounts and are therefore not reported in the accompanying financial report. The Council, who approves each project budget, maintains effective control of costs. The Debt Service Fund does not employ formal budgetary accounting because effective control is alternatively achieved through the indenture provisions of the bonds and certificates.

Encumbrance accounting is not employed in the governmental funds.

The Parish adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- (1) Prior to October 1, the Parish President submits to the Council a proposed operating budget for the year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- (2) The Council conducts public hearings to obtain taxpayer comments.
- (3) All actions necessary to adopt and otherwise finalize and implement the budget for an ensuing year are taken prior to the last regular meeting of the year in progress. The budget is legally enacted through passage of an ordinance.

Note 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary information

- (4) Appropriations at year-end normally lapse, except for those projects of a continuing nature which remain open until the projects are completed or abandoned and are shown on the Balance Sheet as Fund Balance – Reserved for Capital Projects. Such appropriations for continuing projects carried forward from 2002 to 2003 totaled \$2,517,828 for the General Fund. Carried forward appropriations shall be made as budget line item adjustments by the Parish President and are included in the final budget column.
- (5) The level of budgetary control is at the fund, department or project level and any amendment involving the transfer of monies from one fund, department or project to another or any amendment for amounts exceeding any current expenditure amount budgeted must be approved by the Council. Any transfers of unencumbered appropriations within departments are allowed to be controlled by the Parish President.
- (6) The budget was amended various times during the year.

B. Deficit Fund Balance and Retained Earnings of Individual Funds

No deficit fund balances/retained earnings.

C. Expenditures/Expenses Exceeding Appropriations

The following individual funds had actual expenditures/expenses exceeding appropriations:

	Budget	Actual	Unfavorable Variance
Governmental Activities:			
Sales Tax Capital Improvement Fund		\$ 10,236	\$ (10,236)
Fire Protection District No. 8 Maintenance Fund	\$ 885,006	922,351	(37,345)
Road Lighting District No. 1 Maintenance Fund	193,643	213,890	(20,247)
Road Lighting District No. 3A Maintenance Fund	448,996	474,012	(25,016)
Road Lighting District No. 9 Maintenance Fund	70,381	70,769	(388)
Road Lighting District No. 10 Maintenance Fund	115,861	120,996	(5,135)
Retarded Citizens Fund	2,120,178	2,155,995	(35,817)
Centralized Fleet Maintenance Fund	628,355	671,125	(42,770)
Business-Type Activities:			
Utilities Fund	35,198,120	40,112,268	(4,914,148)
Civic Center Fund	2,199,079	2,231,322	(32,243)

Note 3 - PROPERTY TAXES

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Terrebonne Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana Law. A reevaluation of all property is required to be completed no less than every four years. The last reevaluation was completed for the list of January 1, 2000. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June.

Note 3 - PROPERTY TAXES (Continued)

Properties for which the taxes have not been paid are sold for the amount of the taxes. The assessed values, upon which the 2003 levy was based, are as follows:

<u>Location</u>	<u>Assessed Value</u>	
	<u>Total Value</u>	<u>Homestead Exemption</u>
City of Houma	\$ 137,489,090	\$ 46,759,775
All other property for local purposes	433,586,090	98,410,770
Totals	<u>\$ 571,075,180</u>	<u>\$ 145,170,545</u>

The 1974 Louisiana Constitution (Article 7 Section 18) provided that land and improvements for residential purposes be assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. Fair market value is determined by the elected assessor of the parish on all property subject to taxation except public service properties, which are valued by the Louisiana Tax Commission (LRS 47:1957). The correctness of assessments by the assessor is subject to the review and certification by the Louisiana Tax Commission.

The Parish and its component units have levied property taxes for payment of principal and interest on long-term debt and for special purposes. The various tax rates for the year ended December 31, 2003 are as follows:

<u>Description</u>	<u>Tax Rate Per \$1,000</u>
Citywide:	
Maintenance	\$ 28.25
Parishwide:	
Debt Service	1.96
Maintenance	42.95
Districts:	
Debt Service	5.00
Maintenance	Range .80 to 16.15

The maximum millage currently levied in any one District is 106.54 per \$1,000 of assessed valuation on property. This maximum includes 9.27 mills for the Terrebonne Parish School Board, 7.58 mills for the Special Law Enforcement District and 4.89 mills for the Terrebonne Parish Levee and Conservation District.

As indicated in Note 1c, property taxes are recorded as revenue by the Parish in the year the taxes finance budgeted expenditures. Property taxes, which are paid under protest, are recorded as revenue in the year the taxes are collected.

Note 4 - DEPOSITS AND INVESTMENTS

Primary Government

The Parish maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is included on the combined balance sheet in "cash and cash equivalents" and "investments."

Bank Deposits:

State Law requires deposits (cash and certificates of deposits) of all political subdivisions to be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana, and certain political subdivisions are allowed as security for deposits. Obligations furnished, as security must be held by the political subdivision, or with an unaffiliated bank, or with a trust company for the account of the political subdivision. In accordance with state law all cash and deposits were collateralized.

Cash and deposits are categorized into three categories of credit risk.

Category 1 includes deposits covered by federal depository insurance or by collateral held by the Parish or its agent, in the Parish's name.

Category 2 includes deposits covered by collateral held by the pledging financial institution's trust department, or its agent in the Parish's name.

Category 3 includes deposits covered by collateral held by the pledging financial institution, or its trust department or agent but not in the Parish's name.

The year end balances of deposits are as follows:

	Bank Balances			Reported Amount
	Risk Category			
	1	2	3	
Cash	\$ 1,163,197		\$ 6,328,656	\$ 5,497,696
Certificates of deposit	756,422		38,042,422	38,705,105
Totals	\$ 1,919,619	\$ -	\$ 44,371,078	\$ 44,202,801

At December 31, 2003, cash and certificates of deposit in excess of the FDIC insurance were collateralized by securities held by unaffiliated banks for the account of the depositors. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities uncollateralized. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

Investments:

State statutes authorize the Parish to invest in obligations of the U.S. Treasury, agencies, and instrumentalities; guaranteed investment contracts and investment grade (A-1/P-1) commercial paper of domestic corporations; repurchase agreements; and the Louisiana Asset Management Pool.

Note 4 - DEPOSITS AND INVESTMENTS (Continued)

The Parish's investments are categorized to give an indication of the level of risk assumed by the entity at year end.

Category 1 includes investments that are insured or registered or for which the securities are held by the Parish or its agent in the Parish's name.

Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the Parish's name.

Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent, but not in the Parish's name.

At year end the investment balances are as follows:

	Fair Value			Reported Amount
	Risk Category			
	1	2	3	
Investments subject to categorization:				
Federal Farm Credit Bank Notes	\$ 5,282,723			\$ 5,282,723
Federal National Mortgage Association (FNMA) Notes	14,124,638			14,124,638
Federal Home Loan Mortgage Corporation (FHLMC) Notes	7,072,295			7,072,295
Federal Home Loan Bank Notes	9,594,746			9,594,746
Totals	<u>\$ 36,074,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>36,074,402</u>
Investments not subject to categorization:				
Louisiana Asset Management Pool (LAMP)				<u>38,115,235</u>
Total investments				<u>\$ 74,189,637</u>

Investments held at December 31, 2003 consist of \$38,115,235 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section 150.126, the investment in LAMP at December 31, 2003 is not categorized in the three risk categories provided by GASB Codification Section 150.125 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA-R.S. 33:2955 (A)(1)(h) which allows all municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

Note 4 - DEPOSITS AND INVESTMENTS (Continued)

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

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

A reconciliation of deposits and investments as shown on the Statement of Net Assets for the Primary Government is as follows:

Cash on hand	\$	17,219
Reported amount of deposits		44,202,801
Reported amount of investments		<u>74,189,637</u>
Total	\$	<u><u>118,409,657</u></u>
Cash and cash equivalents	\$	17,289,681
Cash and cash equivalents-restricted		9,406,856
Investments		76,152,297
Investments-restricted		12,699,705
Fiduciary funds:		
Agency fund cash and cash equivalents (not included in government-wide statement)		204,449
Pension trust fund cash and cash equivalents (not included in government-wide statement)		234,978
Pension trust fund investments (not included in government-wide statement)		<u>2,421,691</u>
Total	\$	<u><u>118,409,657</u></u>

Component Units

The year end balances of deposits are as follows:

	Bank Balances			Reported Amount
	Risk Category			
	1	2	3	
Deposits	\$ 39,428,725	\$ 139,464	\$ 20,372,671	\$ 55,740,558

Note 4 - DEPOSITS AND INVESTMENTS (Continued)

At year end the investment balances are as follows:

	Fair Value			Reported Amount
	Risk Category			
	1	2	3	
<i>Investments subject to categorization:</i>				
U. S. Treasury Notes		\$ 7,821,100		\$ 7,821,100
U.S. Treasury Bills		998,825		998,825
Government National Mortgage Association (GNMA) Notes		14,691,402	\$ 2,563,200	17,254,602
Federal National Mortgage Association (FNMA) Notes	\$ 2,826,475	15,585,667	1,791,073	20,203,215
Federal Home Loan Mortgage Corporation (FHLMC) Notes	1,657,849	22,895,630	2,224,177	26,777,656
Federal Home Loan Bank Notes	629,861	3,829,505		4,459,366
Federal Farm Credit Bank Note	218,577	1,037,500		1,256,077
Small Business Administration		10,129,020		10,129,020
Other U.S. Government Securities	2,227,033	7,137,351		9,364,384
Totals	<u>\$ 7,559,795</u>	<u>\$ 84,126,000</u>	<u>\$ 6,578,450</u>	<u>98,264,245</u>
<i>Investments not subject to categorization:</i>				
Louisiana Asset Management Pool (LAMP)				<u>12,140,110</u>
Total investments				<u>\$ 110,404,355</u>

A reconciliation of deposits and investments as shown on the Statement of Net Assets for the Component Units is as follows:

Cash on hand	\$ 3,988
Reported amount of deposits	55,740,558
Reported amount of investments	<u>110,404,355</u>
Total	<u>\$ 166,148,901</u>
Cash and cash equivalents	\$ 25,268,354
Cash and cash equivalents-restricted	7,368,626
Investments	130,893,954
Fiduciary fund cash and cash equivalents (not included in government-wide statement)	205,277
Fiduciary fund investments (not included in government-wide statement)	<u>2,412,690</u>
Total	<u>\$ 166,148,901</u>

In accordance with GASB Statement No. 31, the Parish and component units recognized the net increase (decrease) in the fair value of investments for the year ended December 31, 2003. The increase (decrease) in the fair value of investments takes into account all changes in fair value (including purchases and sales) and for the year ended December 31, 2003 is considered immaterial for reporting purposes.

Note 5 - RECEIVABLES

Receivables and the applicable allowances for uncollectibles at December 31, 2003 are as follows:

	<u>Amount</u>	<u>Allowance for Uncollectibles</u>	<u>Net Receivables</u>	<u>Collectible After One Year</u>
<u>Governmental Activities:</u>				
General Fund:				
Taxes	\$ 76,890		\$ 76,890	
Accounts	793,526	\$ 346,033	447,493	\$ 122,697
Other	5,380		5,380	
Public Safety Fund:				
Taxes	234,266		234,266	
Accounts	10,209	10,209		
Other	14,982		14,982	
Grant Fund:				
Accounts	70,578		70,578	10,829
Other	61,961		61,961	
Economic Loans	2,202,982		2,202,982	2,057,956
Road and Bridge Maintenance Fund:				
Accounts	256		256	
Drainage Maintenance Fund:				
Taxes	212,752		212,752	
Other	4,777		4,777	
Sanitation Maintenance Fund:				
Taxes	334,407		334,407	
Accounts	134,702	3,182	131,520	
Other	1,665		1,665	
Capital Projects Fund:				
Accounts	1,090		1,090	
Internal Service Funds:				
Other	176,741		176,741	
Non-Major Funds:				
Taxes	497,831		497,831	
Accounts	16,209		16,209	
Special assessments:				
Current	6,668		6,668	
Delinquent	53,961		53,961	
Deferred	82,926		82,926	
Total governmental funds	<u>4,994,759</u>	<u>359,424</u>	<u>4,635,335</u>	<u>2,191,482</u>
Accrued investment earnings	101,061		101,061	
Total governmental activities	<u>\$ 5,095,820</u>	<u>\$ 359,424</u>	<u>\$ 4,736,396</u>	<u>\$ 2,191,482</u>
<u>Business-type Activities:</u>				
Utilities Fund:				
Accounts	\$ 6,564,724	\$ 1,399,380	\$ 5,165,344	
Other	730,030		730,030	
Sewerage Fund:				
Accounts	626,708	521	626,187	
Other	36,106		36,106	
Civic Center Fund:				
Other	39,297		39,297	
Total business-type activities	<u>\$ 7,996,865</u>	<u>\$ 1,399,901</u>	<u>\$ 6,596,964</u>	
<u>Fiduciary Activities not included in Government-wide Statement:</u>				
Agency Funds:				
Other	<u>\$ 42,455</u>		<u>\$ 42,455</u>	

Accounts receivable in the business-type activities include amounts for unbilled services as of December 31, 2003 of \$3,658,129.

Note 6 - DUE TO AND FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units at December 31, 2003 consisted of the following:

	<u>Federal</u>	<u>State</u>	<u>Sales Tax</u>	<u>Sheriff</u>	<u>Other</u>	<u>Total</u>
<u>Governmental Activities:</u>						
General Fund	\$ 675	\$ 2,146,478	\$ 957,310	\$ 1,024,301	\$ 177,577	\$ 4,306,341
Public Safety Fund	4,757		953,859	1,798,653	19,654	2,776,923
Grant Fund	739,808	191,990			152,460	1,084,258
Road and Bridge Maintenance Fund			711,896			711,896
Drainage Maintenance Fund	196,986	121,355	711,896	2,700,380		3,730,617
Sanitation Maintenance Fund		191,089		4,244,510	406,191	4,841,790
Capital Projects Fund	38,402	1,179,036			5,830	1,223,268
Internal Service Funds					89,892	89,892
Non-Major Funds		325,555	1,418,272	6,524,312	163,301	8,431,440
Total governmental activities	<u>\$ 980,628</u>	<u>\$ 4,155,503</u>	<u>\$ 4,753,233</u>	<u>\$16,292,156</u>	<u>\$1,014,905</u>	<u>\$27,196,425</u>
<u>Business-type Activities:</u>						
Utilities Fund					\$ 7,735	\$ 7,735
Sewerage Fund					492	492
Civic Center					18,310	18,310
Total business-type activities					<u>\$ 26,537</u>	<u>\$ 26,537</u>

Amounts due to other governmental units at December 31, 2003 consisted of the following:

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
<u>Governmental Activities:</u>				
General Fund		\$ 51,590	\$ 3,582	\$ 55,172
Public Safety Fund		104,970	1,730	106,700
Grant Fund	\$ 2,178	634	11,677	14,489
Road and Bridge Maintenance Fund		2,366	5,628	7,994
Drainage Maintenance Fund		987	1,361	2,348
Sanitation Maintenance Fund		1,555		1,555
Capital Projects Fund			500,490	500,490
Internal Service Funds		2,497	749	3,246
Non-Major Funds		26,291	188,250	214,541
Total governmental activities	<u>\$ 2,178</u>	<u>\$ 190,890</u>	<u>\$ 713,467</u>	<u>\$ 906,535</u>
<u>Business-type Activities:</u>				
Utilities Fund		\$ 34,410	\$ 7,920	\$ 42,330
Sewerage Fund		782	652	1,434
Civic Center		25,378	2,563	27,941
Total business-type activities		<u>\$ 60,570</u>	<u>\$ 11,135</u>	<u>\$ 71,705</u>

Note 6 - DUE TO AND FROM OTHER GOVERNMENTAL UNITS (Continued)

Receivable and payable balances at December 31, 2003 between the primary government and component units were as follows:

	Receivable	Payable
Primary Government:		
General Fund	\$ 232,955	\$ 424,685
Road and Bridge Maintenance Fund	20,762	
Other Governmental Funds		22,566
Utilities Fund	10,441	
Internal Service Funds	94,522	4,204
Totals	\$ 358,680	\$ 451,455
Component Units:		
Terrebonne Parish Sales and Use Tax Department		\$ 14,566
City Court of Houma		51,659
Indigent Defender Board	\$ 22,566	
Judicial District Court Law Clerk Fund		1,139
Terrebonne Parish Coroner	18,608	
Terrebonne Parish Fire Protection District No. 5	268,776	1,563
Terrebonne Parish Fire Protection District No.6		16,648
Terrebonne Parish Fire Protection District No. 7		17,755
Terrebonne Parish Fire Protection District No. 9		69,175
Terrebonne Parish Fire Protection District No. 10		204
Schriever Fire Protection District	4,204	14,610
Village East Fire Protection District	79	
Terrebonne Parish Recreation District No. 1		221
Terrebonne Parish Recreation District No. 2/3		2,271
Terrebonne Parish Recreation District No. 3		3,949
Terrebonne Parish Recreation District No. 4		229
Terrebonne Parish Recreation District No. 5		33,708
Terrebonne Parish Recreation District No. 6		474
Terrebonne Parish Recreation District No. 7		52,729
Terrebonne Parish Recreation District No. 9		1,983
Terrebonne Parish Recreation District No. 10		967
Terrebonne Parish Recreation District No. 11		43,945
Terrebonne Parish Library	35,281	
Terrebonne Parish Port Commission	101,941	30,885
Totals	\$ 451,455	\$ 358,680

Note 7 - RESTRICTED ASSETS

Primary Government

Restricted assets in the General Fund consist of \$197,889 dedicated to the maintenance of trees in Broadmoor Subdivision and \$31,951 for prior period insurance claims.

Restricted assets in the Special Revenue Funds are \$1,200,785 dedicated for landfill closure as described in Note 21, \$2,911 for the Family Self Sufficiency Program and \$16,209 for housing rehabilitation escrow.

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverages. The Parish is in compliance with all such significant limitations and restrictions. A summary of Enterprise Fund restricted assets at December 31, 2003 is indicated as follows:

	Utilities Fund
Bond reserve accounts	\$ 1,266,415
Depreciation and contingency accounts	18,552,168
Customer deposits	907,230
Total	\$ 20,725,813

Component Units

Restricted assets for Consolidated Waterworks District No. 1 consists of \$7,368,626 representing specific assets that are required to be segregated as to use pursuant to restrictions arising from various bond indenture agreements.

Note 8 - CHANGES IN CAPITAL ASSETS

Primary government capital asset activity for the year ended December 31, 2003 was as follows:

	Balance 01/01/03	Additions	Adjustments and Deletions	Balance 12/31/03
<u>Governmental Activities:</u>				
Capital assets not being depreciated:				
Land	\$ 4,660,548			\$ 4,660,548
Construction in progress	43,074,798	\$ 10,524,852	\$(4,876,561)	48,723,089
Total capital assets not being depreciated	47,735,346	10,524,852	(4,876,561)	53,383,637
Capital assets being depreciated:				
Buildings	37,039,189	336,829	277,484	37,653,502
Equipment	42,529,569	3,208,033	(40,811)	45,696,791
Infrastructure	2,431,947	20,806	4,109,132	6,561,885
Total capital assets being depreciated	82,000,705	3,565,668	4,345,805	89,912,178
Less accumulated depreciation for:				
Buildings	(11,691,951)	(815,206)		(12,507,157)
Equipment	(29,528,021)	(2,291,000)		(31,819,021)
Infrastructure	(30,400)	(69,880)		(100,280)
Total accumulated depreciation	(41,250,372)	(3,176,086)		(44,426,458)
Total capital assets being depreciated, net	40,750,333	389,582	4,345,805	45,485,720
Total governmental activities capital assets, net	<u>\$88,485,679</u>	<u>\$ 10,914,434</u>	<u>\$ (530,756)</u>	<u>\$ 98,869,357</u>
<u>Business-Type Activities:</u>				
Capital assets not being depreciated:				
Land	\$ 1,853,510			\$ 1,853,510
Construction in progress	7,468,578	\$ 3,203,254	\$(7,822,088)	2,849,744
Total capital assets not being depreciated	9,322,088	3,203,254	(7,822,088)	4,703,254
Capital assets being depreciated:				
Electric system and buildings	68,974,290	1,304,340	4,142,317	74,420,947
Gas distributions system and buildings	17,591,963	220,642	377,523	18,190,128
Sewer system and buildings	80,381,636	462,835	3,302,248	84,146,719
Civic Center buildings and equipment	18,990,979	6,418		18,997,397
Machinery and equipment	4,046,405	42,647		4,089,052
Total capital assets being depreciated	189,985,273	2,036,882	7,822,088	199,844,243
Less accumulated depreciation for:				
Electric system and buildings	(47,803,184)	(1,636,619)		(49,439,803)
Gas distributions system and buildings	(6,364,291)	(575,700)		(6,939,991)
Sewer system and buildings	(32,155,545)	(1,945,284)		(34,100,829)
Civic Center buildings and equipment	(2,257,971)	(576,793)		(2,834,764)
Machinery and equipment	(2,880,622)	(159,285)		(3,039,907)
Total accumulated depreciation	(91,461,613)	(4,893,681)		(96,355,294)
Total capital assets being depreciated, net	98,523,660	(2,856,799)	7,822,088	103,488,949
Total business-type activities capital assets, net	<u>\$ 107,845,748</u>	<u>\$ 346,455</u>	<u>\$ -</u>	<u>\$ 108,192,203</u>

Note 8 - CHANGES IN CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions of the primary government as follows:

Governmental Activities:

General government	\$	714,828
Public safety		1,032,924
Streets and drainage		868,099
Sanitation		214,006
Health and welfare		49,104
Culture and recreation		145,291
Economic development and assistance		700
Capital assets held by internal service funds are charged to the various functions based on their usage of the assets		151,134
Total depreciation expense - governmental activities	\$	3,176,086

Business-Type Activities:

Utilities	\$	2,371,604
Sewerage		1,945,284
Civic Center		576,793
Total depreciation expense - business-type activities	\$	4,893,681

Component unit capital asset activity for the year ended December 31, 2003, was as follows:

	Balance 01/01/03	Additions	Adjustments and Deletions	Balance 12/31/03
Capital assets not being depreciated:				
Land	\$ 20,025,713	\$ 1,520,300	\$ 121,461	\$ 21,667,474
Construction in progress	37,354,741	29,115,859	(36,538,213)	29,932,387
Total capital assets not being depreciated	57,380,454	30,636,159	(36,416,752)	51,599,861
Capital assets being depreciated:				
Buildings	98,153,294	23,255,547	(29,212)	121,379,629
Improvements other than buildings	15,357,407	727,473	(1,486)	16,083,394
Water Plant & Distribution	88,099,709	713,951		88,813,660
Hurricane and flood protection system infrastructure		556,240	41,157,855	41,714,095
Equipment	116,340,064	19,857,747	281,581	136,479,392
Total capital assets being depreciated	317,950,474	45,110,958	41,408,738	404,470,170
Less accumulated depreciation for:				
Buildings	(42,680,360)	(4,113,152)	30,019	(46,763,493)
Improvements other than buildings	(5,486,663)	(454,508)	(30,345)	(5,971,516)
Water Plant & Distribution	(34,115,152)	(1,798,030)		(35,913,182)
Hurricane and flood protection system infrastructure		(1,035,899)	(9,710,587)	(10,746,486)
Equipment	(81,963,614)	(9,272,964)	474,724	(90,761,854)
Total accumulated depreciation	(164,245,789)	(16,674,553)	(9,236,189)	(190,156,531)
Total capital assets being depreciated, net	153,704,685	28,436,405	32,172,549	214,313,639
Total capital assets, net	\$ 211,085,139	\$ 59,072,564	\$ (4,244,203)	\$ 265,913,500

Adjustments include capital assets of the Terrebonne Levee and Conservation District and other governmental units, which became or left the Parish as component units in 2003 as explained in Note 1F.

Note 9 – ACCOUNTS PAYABLE AND OTHER CURRENT LIABILITIES

Accounts payable and other current liabilities at December 31, 2003 consisted of the following:

	Vendors	Salaries & Benefits	Protest Taxes	Claims and Judgements	Other	Total Accounts Payable and Accrued Expenditures	Liability for Work on Completed Contracts	Total Accounts Payable and Other Current Liabilities
Governmental activities:								
General Fund	\$ 288,482	\$ 174,178	\$ 66,086		\$285,952	\$ 814,698	\$ 44,725	\$ 859,423
Public Safety	61,992	170,658	8,213			240,863		240,863
Grants	227,314	45,179			5,626	278,119		278,119
Road and Bridge	153,181	57,716			1,076	211,973		211,973
Drainage	397,359	55,672	234,659		617	688,307		688,307
Sanitation	830,022	14,375	368,841		3,499	1,216,737		1,216,737
Capital Projects	186,780				881	187,661	1,003,404	1,191,065
Internal Service Fund	206,208	55,663		\$8,672,966	23,466	8,958,303		8,958,303
Non major fund	253,463	142,531	500,289		230,944	1,127,227		1,127,227
Total governmental activities	\$2,604,801	\$ 715,972	\$1,178,088	\$8,672,966	\$552,061	\$13,723,888	\$1,048,129	\$14,772,017
Business-type activities:								
Utilities	\$1,815,344	\$ 56,651	\$ 2,517			\$ 1,874,512		\$ 1,874,512
Sewerage	82,622	31,314			\$ 517	114,453		114,453
Civic Center	48,446	18,450			315,926	382,822		382,822
Total business-type activities	\$1,946,412	\$ 106,415	\$ 2,517		\$316,443	\$ 2,371,787		\$ 2,371,787

Note 10 - LONG-TERM DEBT

Primary Government

The following is a summary of changes in long-term debt of the Parish:

	Payable January 1, 2003	Obligations Retired	New Issues	Payable December 31, 2003	Due Within One Year
Governmental Activities:					
Bonds:					
Public Improvement	\$37,375,000	\$ 7,520,000	\$ 5,200,000	\$ 35,055,000	\$ 2,785,000
General Obligation	7,540,000	2,285,000	1,845,000	7,100,000	560,000
Special Assessment	88,754	33,142		55,612	33,142
Deferred amount on refunding		(5,200)	(423,900)	(418,700)	
Capitalized leases			415,915	415,915	61,394
Compensated absences payable	943,392	924,597	934,919	953,714	895,174
Landfill closure	2,577,045	831,322	441,614	2,187,337	44,000
Total governmental activities	\$ 48,524,191	\$ 11,588,861	\$ 8,413,548	\$ 45,348,878	\$ 4,378,710
Business-type Activities:					
Revenue Bonds	\$11,240,000	\$ 1,145,000		\$ 10,095,000	\$ 1,170,000
Deferred amount on refunding	(507,617)	(86,499)		(421,118)	
Unamortized bond discount	(160,795)	(29,260)		(131,535)	
Compensated absences payable	282,472	250,077	\$ 252,818	285,213	216,067
Total business-type activities	\$10,854,060	\$ 1,279,318	\$ 252,818	\$ 9,827,560	\$ 1,386,067

Note 10 - LONG-TERM DEBT (Continued)

The special assessment bond issues are backed by the full faith and credit of the Parish. In the event that an assessed property owner fails to make payments, the Parish will be required to pay the related debt.

Compensated absences and landfill closure are described in Notes 1 and 21, respectively.

During 2003 the Parish entered into a lease agreement as lessee for financing the acquisition of four fire trucks with a down payment of \$108,880. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of future minimum lease payments as of the inception date. The assets acquired through the capital lease are recorded in the governmental activities at a book value of \$510,218, net of \$14,577 of accumulated depreciation.

Internal service funds serve predominantly the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end \$168,605 of compensated absences payable for internal service funds are included in the above amounts. Also, for the governmental activities, compensated absences typically have been liquidated by the general fund and other governmental funds. Landfill closure liability is liquidated by the Sanitation Fund.

The annual requirements to amortize all bonded debt outstanding, and capital leases including principal and interest, at December 31, 2003 are as follows:

Maturity	Public Improvement Bonds		General Obligation Bonds		Special Assessment Bonds		Capital Leases		Revenue Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2004	\$ 2,785,000	\$ 1,425,834	\$ 560,000	\$ 294,750	\$33,142	\$3,026	\$ 61,394	\$ 20,130	\$ 1,170,000	\$ 373,530
2005	2,865,000	1,321,725	485,000	274,515	11,235	1,326	64,365	17,159	1,205,000	340,770
2006	3,000,000	1,215,754	505,000	256,255	11,235	668	67,480	14,043	1,245,000	302,813
2007	3,140,000	1,100,842	525,000	236,564			70,746	10,778	1,285,000	259,238
2008	3,300,000	978,414	550,000	215,273			74,170	7,353	1,335,000	211,693
2009-2013	9,960,000	3,619,709	3,140,000	697,083			77,760	3,764	3,855,000	306,938
2014-2018	8,995,000	1,447,401	1,285,000	108,409						
2019-2023	1,010,000	49,748	50,000	3,350						
Totals	\$35,055,000	\$11,159,427	\$7,100,000	\$2,086,199	\$55,612	\$5,020	\$415,915	\$ 73,227	\$ 10,095,000	\$1,794,982

Note 10 - LONG-TERM DEBT (Continued)

Bonds payable are represented by the following individual issues:

	Authorized and Issued	Range of Annual Installments	Interest Rate (%)	Maturity Date	Outstanding
<u>Public Improvement Bonds</u>					
1998 Sewerage	\$ 12,625,000	\$ 55,000 - \$ 1,315,000	3.90 - 7.00	3-01-2018	\$ 12,300,000
1998 Sewerage Refunding	3,375,000	445,000 - 525,000	3.90 - 7.00	3-01-2006	1,495,000
1998A Refunding Certificates of Indebtedness	2,265,000	25,000 - 410,000	3.90 - 4.20	7-01-2013	2,265,000
1998B Refunding Certificates of Indebtedness	3,725,000	195,000 - 300,000	5.50 - 6.85	7-01-2019	2,510,000
2000 Public Improvement Bonds	4,500,000	130,000 - 380,000	5.00 - 7.00	3-01-2020	4,230,000
2001 Sanitation Certificates of Indebtedness	8,865,000	600,000 - 1,555,000	3.50 - 3.75	3-01-2008	7,055,000
2003 Refunding	5,200,000	425,000 - 545,000	1.00 - 3.25	3-01-2014	<u>5,200,000</u>
					<u>35,055,000</u>
<u>General Obligation Bonds</u>					
1989 Road District No. 6	850,000	35,000 - 95,000	6.90 - 11.00	3-01-2004	95,000
1995 Drainage	2,400,000	5,000 - 300,000	5.50 - 12.00	3-01-2020	1,390,000
1995 Paving	1,600,000	5,000 - 200,000	5.50 - 12.00	3-01-2020	960,000
1996 Paving	2,500,000	5,000 - 165,000	4.60 - 10.00	3-01-2021	1,915,000
1996 Drainage	1,000,000	5,000 - 135,000	4.60 - 10.00	3-01-2021	895,000
2003 Refunding	1,845,000	160,000 - 220,000	1.00 - 3.13	3-01-2013	<u>1,845,000</u>
					<u>7,100,000</u>
<u>Special Assessment Bonds</u>					
Paving and Sewerage Certificates:					
1994	104,967	10,496	3.20 - 4.55	1-15-2004	10,497
1994	114,104	11,410	3.60 - 5.00	3-01-2004	11,410
1996	112,351	11,235	5.10 - 5.95	9-01-2006	<u>33,705</u>
					<u>55,612</u>
<u>Revenue Bonds</u>					
Utilities Revenue					
2002	12,430,000	1,030,000 - 1,440,000	1.75 - 4.25	1-01-2012	<u>10,095,000</u>
Total bonds payable					<u>\$ 52,305,612</u>

Note 10 - LONG-TERM DEBT (Continued)

Component Units

Several component units have year ends that are different from the reporting entity. The following summaries of bond transactions, annual debt requirements and bonds payable by individual issues are presented as of and for the various year ends of the component units.

The following is a summary of changes in long-term debt of the component units of the Parish:

	<u>Beginning Balance</u>	<u>Obligations Retired</u>	<u>New Issues</u>	<u>Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<u>Governmental Activities:</u>						
Bonds:						
Public Improvement	\$14,154,024	\$ 2,155,000			\$ 11,999,024	\$ 540,000
General Obligation	2,145,000	210,000			1,935,000	220,000
Capitalized leases	276,265	75,905	\$ 96,016	\$ (58,312)	238,064	72,886
Compensated absences	264,514		25,461	39,243	329,218	
Total governmental activities	\$16,839,803	\$ 2,440,905	\$ 121,477	\$ (19,069)	\$ 14,501,306	\$ 832,886
<u>Business-type Activities:</u>						
Revenue Bonds	\$73,380,000	\$ 2,085,000			\$ 71,295,000	\$ 2,190,000
Unamortized bond discount	(1,379,448)	(105,184)			(1,274,264)	(30,229)
Other long-term liabilities	2,634,000	180,000			2,454,000	
Total business-type activities	\$74,634,552	\$ 2,159,816			\$ 72,474,736	\$ 2,159,771
<u>Fiduciary Activities:</u>						
Revenue Bonds	\$ 4,498,684	\$ 149,945			\$ 4,348,739	
Unamortized bond discount	(2,541,232)	(134,309)			(2,406,923)	
Total fiduciary activities	\$ 1,957,452	\$ 15,636			\$ 1,941,816	

Note 10 - LONG-TERM DEBT (Continued)

The annual requirements, including interest to amortize all long-term debt outstanding at December 31, 2003 other than compensated absences are as follows:

Maturity	Public Improvement Bonds		General Obligation Bonds		Revenue Bonds		Capitalized Leases	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2004	\$ 540,000	\$ 686,344	\$ 220,000	\$ 97,947	\$ 2,190,000	\$ 3,696,099	\$ 72,886	\$ 14,556
2005	544,024	650,446	115,000	88,365	2,295,000	3,586,184	40,264	10,336
2006	530,000	614,505	120,000	81,910	2,425,000	3,468,440	36,506	7,699
2007	525,000	582,609	130,000	74,468	2,550,000	3,341,519	26,849	5,483
2008	560,000	553,635	135,000	67,017	2,690,000	3,206,493	25,055	3,949
2009-2013	3,135,000	2,273,147	805,000	216,823	14,720,000	13,752,981	36,504	4,844
2014-2018	4,140,000	1,247,917	410,000	34,126	13,835,000	10,007,901		
2019-2023	2,025,000	123,150			11,700,000	6,716,601		
2024-2028					15,305,000	3,108,497		
2029-2033					3,585,000	96,347		
Totals	\$11,999,024	\$6,731,753	\$1,935,000	\$660,656	71,295,000	\$ 50,981,062	\$ 238,064	\$ 46,867
Plus:								
Principal Amount of HTPTFA						*		
						<u>4,348,739</u>		
Net Amount						<u>\$75,643,739</u>		

* A schedule of maturities and interest requirements for all bonds for each of the next five years is not presented since the amount of maturities is not fixed and determinable on an annual basis for the Series 1992, Class B-1 bond.

Note 10 - LONG-TERM DEBT (Continued)

Bonds payable for component units are represented by the following individual issues:

	Authorized and Issued	Range of Annual Installments		Interest Rate (%)	Maturity Date	Outstanding
<u>Public Improvement Bonds</u>						
Communications District	275,000	25,000	-	40,000	5.23 11-01-2009	\$ 215,000
Library-2000	12,325,000	365,000	-	1,040,000	5.38 - 7.00 03-01-2020	11,575,000
Bayou Cane	350,000	60,000	-	80,000	5.95 03-01-2005	114,024
Recreation District No. 11	150,000	25,000	-	35,000	4.55 03-01-2006	95,000
						11,999,024
<u>General Obligation Bonds</u>						
Fire Protection Districts:						
No. 10 - 1999	745,000	15,000	-	75,000	5.25 03-01-2014	660,000
Schriever Fire District	815,000	25,000	-	75,000	0.10 - 8.00 03-01-2017	750,000
Recreation District:						
No. 10 - 1989	310,000	40,000	-	110,000	6.65 - 11.00 03-01-2004	110,000
Recreation District:						
No. 10 - 1999	465,000	10,000	-	50,000	5.25 03-01-2014	415,000
						1,935,000
<u>Revenue Bonds</u>						
1998 Hospital	53,751,000	830,000	-	3,585,000	4.50 - 5.40 10-01-2028	51,900,000
Houma-Terrebonne Public Trust Financing Authority:						
Taxable Refunding						
Series 1992-B (B-1)	516,666				7.38 04-01-2011	148,739
Series 1992-B (B-2)	200,000				9.25 07-10-2014	200,000
Series 1992-C	4,000,000				7.60 07-10-2014	4,000,000
Waterworks:						
Series 1994	13,940,000	140,000	-	1,495,000	5.05 - 6.00 11-01-2013	13,940,000
Series 1998	7,680,000	155,000	-	915,000	4.05 - 4.90 11-01-2017	5,455,000
						75,643,739
Total bonds payable						\$ 89,577,763

Note 11 – DUE TO AND FROM OTHER FUNDS

Due to and from other funds are listed by fund for the year ended December 31, 2003:

	Interfund Receivables	Interfund Payables
General Fund:		
Public Safety Fund	\$ 436,737	
Grant Fund	1,248,400	\$ 520,820
Road and Bridge Maintenance Fund	504,052	
Drainage Maintenance Fund	499,876	
Sanitation Maintenance Fund	2,192,454	
Capital Projects Fund	20,683	765,272
Utilities Fund	1,421,617	2,678,309
Sewerage Fund	92,611	340,041
Civic Center Fund	47,592	715,867
Internal Service Funds	2,719,314	1,323,396
Non-major Funds	442,257	1,738,407
Totals	9,625,593	8,082,112
 Public Safety Fund:		
General Fund		436,737
Road and Bridge Maintenance Fund		403
Drainage Maintenance Fund	479	
Sanitation Maintenance Fund	5,080	
Capital Projects Fund		1,039,083
Utilities Fund	12,279	
Sewerage Fund	153	
Civic Center Fund	634	
Internal Service Funds	1,020	267,588
Non-major Funds	397	284
Totals	20,042	1,744,095
 Grant Fund:		
General Fund	520,820	1,248,400
Internal Service Funds		13,632
Non-major Funds		30
Totals	520,820	1,262,062
 Road and Bridge Maintenance Fund:		
General Fund		504,052
Public Safety Fund	403	
Drainage Maintenance Fund	61,692	
Sanitation Maintenance Fund		17,501
Capital Projects Fund		20,550
Utilities Fund	392	14,644
Sewerage Fund	4,720	
Civic Center Fund	278	
Internal Service Funds		274,365
Non-major Funds	11,061	
Totals	78,546	831,112

Note 11 – DUE TO AND FROM OTHER FUNDS (Continued)

	Interfund Receivables	Interfund Payables
Drainage Maintenance Fund:		
General Fund		499,876
Public Safety Fund		479
Road and Bridge Maintenance Fund		61,692
Sanitation Maintenance Fund	21,882	
Capital Projects Fund		145,345
Utilities Fund	1,172	3,006
Civic Center Fund	465	
Internal Service Funds		468,792
Totals	23,519	1,179,190
 Sanitation Maintenance Fund:		
General Fund		2,192,454
Public Safety Fund		5,080
Road and Bridge Maintenance Fund	17,501	
Drainage Maintenance Fund		21,882
Utilities Fund	1,022	22,194
Sewerage Fund		4,159
Internal Service Funds	1,897	161,129
Non-major Funds	205,160	8
Totals	225,580	2,406,906
 Capital Project Fund:		
General Fund	765,272	20,683
Public Safety Fund	1,039,083	
Road and Bridge Maintenance Fund	20,550	
Drainage Maintenance Fund	145,345	
Sewerage Fund		175
Totals	1,970,250	20,858
 Utilities Fund:		
General Fund	2,678,309	1,421,617
Public Safety Fund		12,279
Road and Bridge Maintenance Fund	14,644	392
Drainage Maintenance Fund	3,006	1,172
Sanitation Maintenance Fund	22,194	1,022
Sewerage Fund	89,824	1,008
Civic Center Fund	791,182	
Internal Service Funds	924,122	915,839
Non-major Funds	74,255	401
Totals	4,597,536	2,353,730

Note 11 – DUE TO AND FROM OTHER FUNDS (Continued)

	Interfund Receivables	Interfund Payables
Sewerage Fund:		
General Fund	340,041	92,611
Public Safety Fund		153
Road and Bridge Maintenance Fund		4,720
Sanitation Maintenance Fund	4,159	
Capital Projects Fund	175	
Utilities Fund	1,008	89,824
Internal Service Funds	862,660	78,479
Totals	1,208,043	265,787
Civic Center Fund:		
General Fund	715,867	47,592
Public Safety Fund		634
Road and Bridge Maintenance Fund		278
Drainage Maintenance Fund		465
Utilities Fund		791,182
Internal Service Funds		70,160
Totals	715,867	910,311
Internal Service Funds:		
General Fund	1,323,396	2,719,314
Public Safety Fund	267,588	1,020
Grant Fund	13,632	
Road and Bridge Maintenance Fund	274,365	
Drainage Maintenance Fund	468,792	
Sanitation Maintenance Fund	161,129	1,897
Utilities Fund	915,839	924,122
Sewerage Fund	78,479	862,660
Civic Center Fund	70,160	
Internal Service Funds	552,716	552,716
Non-major Funds	310,673	9,533
Totals	4,436,769	5,071,262
Non-major Funds:		
General Fund	1,738,407	442,257
Public Safety Fund	284	397
Grant Fund	30	
Road and Bridge Maintenance Fund		11,061
Sanitation Maintenance Fund	8	205,160
Utilities Fund	401	74,255
Internal Service Funds	9,533	310,673
Non-major Funds	35,821	35,821
Totals	1,784,484	1,079,624
Grand Totals	\$ 25,207,049	\$ 25,207,049

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

Note 12 - MAJOR SUPPLIERS - ENTERPRISE FUNDS

The Parish made 10% or more of total energy purchases during the year ended December 31, 2003 from the following suppliers:

	<u>Purchases</u>
Supplier A	<u>\$ 14,055,927</u>
Supplier B	<u>\$ 5,197,367</u>
Supplier C	<u>\$ 5,186,127</u>

Note 13 - INVESTMENT IN LEPA

The Louisiana Energy and Power Authority (LEPA), was created as a political subdivision of the State of Louisiana. Eighteen Louisiana municipalities currently are members of LEPA and are joined together to provide a reliable and economic supply of electric power and energy to member municipalities. LEPA is a 20% co-owner under the Joint Ownership Agreement of a coal-fired steam electric generating plant, the Rodemacher Unit No. 2, which has a rated net capacity of 524 MW. The Agreement will remain in effect as long as the unit is useful for the generation of electricity or for a period of 35 years, whichever is less. Central Louisiana Electric Company, Inc. (CLECO) and Lafayette Public Power Authority (LPPA) have ownership interests of 30% and 50%, respectively.

In October 1982, the City of Houma (through the Utilities Fund) entered into a Rodemacher Power Sales Contract with LEPA to purchase output from the Rodemacher Unit No. 2 generating facility located in Boyce, Louisiana. Four other Louisiana municipal electric utilities and LEPA members entered into similar agreements. The terms of the agreements are such that each city is required to purchase its respective entitlement share of generated electricity from the facility. The aggregate entitlement shares of all the cities equals 100% of LEPA's 20% or 104.6 MW ownership, of which the Utilities Fund share is 21.7% or 22.7 MW. Each city is required to pay monthly for its entitlement share of power capability and energy on a take-or-pay basis. In addition, the Parish had entered into a Load Matching Servicing Agreement whereby LEPA administers load matching services. Under existing law, the rates charged by the participants to their customers are not subject to regulation by any federal or state authority. Each participant is obligated to establish rates and charges sufficient to pay all of its obligations to LEPA. Payments made to LEPA are payable monthly solely from the revenues of the Utilities Fund.

Expenses for the Utilities Fund's entitlement share of power capacity and energy for the year ended December 31, 2003 amounted to \$6,951,847. Expenses for load matching services amounted to \$7,089,943 for the year ended December 31, 2003. The Utilities Fund's investment in LEPA of \$590,087 is recorded based on audited financial statements as of December 31, 2003.

LEPA issues a publicly available financial report that includes financial statements and other required supplementary information. The report may be obtained by writing to Louisiana Electric Power Authority, 210 Venture Way, Lafayette, Louisiana, 70507-5319.

Note 14 - INTERDEPARTMENTAL - UTILITIES USAGE

The Utilities Fund records at cost the sales and purchases of natural gas between departments. The Gas Utility Department reports as revenue the sale of natural gas to the Electric Utility Department. The Electric Utility Department records these purchases as operating expenses. For the year ended December 31, 2003, these interdepartmental transactions amounted to \$6,323,962. Interdepartmental sales of electricity and gas to various departments amounted to \$15,583. No consolidating or other eliminating entries was made in arriving at the above figures.

Note 15 - RECONCILIATION OF TRANSFERS

A reconciliation of operating transfers for the year ended December 31, 2003 is as follows:

	Transfers In	Transfers Out
General Fund:		
Public Safety Fund		\$ 1,100,004
Grant Fund		739,901
Road and Bridge Maintenance Fund		1,305,000
Capital Projects Fund	\$ 42,553	948,100
Utilities Fund	2,320,982	
Civic Center Fund		717,000
Internal Service Funds		1,000,000
Non-Major Funds		6,546,430
Totals	2,363,535	12,356,435
Public Safety Fund:		
General Fund	1,100,004	
Grant Fund		37,699
Capital Projects Fund		1,039,083
Non-Major Funds		518,387
Totals	1,100,004	1,595,169
Grant Fund:		
General Fund	739,901	
Public Safety Fund	37,699	
Sewerage Fund		28,398
Totals	777,600	28,398
Road and Bridge Maintenance Fund:		
General Fund	1,305,000	
Capital Projects Fund		20,550
Totals	1,305,000	20,550
Drainage Maintenance Fund:		
Capital Projects Fund	145,659	782,500
Totals	145,659	782,500
Sanitation Maintenance Fund:		
Non-Major Funds		1,476,540
Totals		1,476,540

Note 15 - RECONCILIATION OF OPERATING TRANSFERS (Continued)

Capital Projects Fund:		
General Fund	948,100	42,553
Public Safety Fund	1,039,083	
Road and Bridge Maintenance Fund	20,550	
Drainage Maintenance Fund	782,500	145,659
Sewerage Fund		387,754
Non-Major Funds	1,550,000	13,000
Totals	4,340,233	588,966
Utilities Fund:		
General Fund		2,320,982
Totals		2,320,982
Sewerage Fund:		
Grant Fund	28,398	
Capital Projects Fund	387,754	
Totals	416,152	
Civic Center Fund:		
General Fund	717,000	
Totals	717,000	
Internal Service Funds:		
General Fund	1,000,000	
Totals	1,000,000	
Non-Major Funds:		
General Fund	6,546,430	
Public Safety Fund	518,387	
Sanitation Maintenance Fund	1,476,540	
Capital Projects Funds	13,000	1,550,000
Non-Major Funds	2,344,322	2,654,902
Totals	10,898,679	4,204,902
Component Unit: Fire Protection District No. 5	310,580	
Grand Totals	\$ 23,374,442	\$ 23,374,442

Transfers are used to (1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service fund from the 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 authorization.

In the year ended December 31, 2003, the parish made a transfer of \$2,320,982 from the Utilities Fund to the General Fund for the payment in lieu of tax (PILOT). The PILOT is a prudent percentage of funds that may be transferred from City Utility System after satisfying various requirements of the Consolidated Bond Ordinance # 97-5740.

Note 16 - LEASE COMMITMENTS

The Parish has various operating leases. These operating leases are for services, property and buildings and boat landings. Some leases are on a daily/as needed basis, some are monthly and others are on a yearly basis. The longest time period the Parish is under contract is for a lease expiring in the year 2071 for a park at a yearly fee of \$50. Since 1989 the Parish has been providing in-kind services to the Houma-Terrebonne Airport Commission in exchange for property leased by the Parishwide Recreation Fund. The lease, which expired on June 30, 1989, has operated on a month-to-month basis from 1989 to 2003. Management has determined the in-kind services of Police and Fire Protection and Roads and Drainage have more than compensated for the outstanding liability, and past and future obligations have and will be offset by in-kind services from the Parish to the Airport Commission.

Rental expenses for all operating leases for the year ended December 31, 2003 totaled approximately \$255,254.

The minimum annual commitments under uncancelable operating leases are as follows:

Year Ending December 31	Amount
2004	\$ 111,431
2005	34,564
2006	22,473
2007	9,451
2008	150
Thereafter	3,400
Total	\$ 181,469

The Parish leases space in its Government Towers to business and other governmental agencies. Some leases are non-cancelable operating leases and some are operating on a month-to-month basis. Property leased or held for lease to others was approximately \$2,863,076 for the year ended December 31, 2003. Accumulated depreciation on this leased property was approximately \$237,668 for the year ended December 31, 2003.

Minimum rentals on non-cancelable operating leases for the next five years are as follows:

Year	Amount
2004	\$ 305,404
2005	297,160
2006	297,160
2007	285,160
2008	285,160
	1,470,044

Several of the leases include rental amounts that are redetermined annually based on formulas prescribed in the individual lease agreements. The future minimum rentals for these leases were determined using the rates in effect at December 31, 2003. Rental income under leases for 2003 was approximately \$476,228.

Note 17 -RISK MANAGEMENT

The Parish is exposed to various risks of loss related to general liability, auto liability, workers' compensation, property and group health benefits. Various suits and claims arising from personal injury and property damage, some for substantial amounts, are pending against the Parish, its insurers and others. In accordance with Statement of Financial Accounting Standards No. 5, the Parish's Internal Service Fund has provided for, in its financial statements, estimated losses from the aforementioned pending suits and claims based on the estimated ultimate cost of settling the claims, considering the effects of inflation, recent claim settlement trends and other social and economic factors, including the effects of specific incremental claim adjustment expenses, salvage and subrogation. The Parish believes the ultimate settlement costs will not materially exceed the amounts provided for the claims.

Under the Parish's limited risk management program, premiums are paid into the Internal Service Funds by all participating funds and are available to pay claims, claim reserves and administrative costs of the program. The total charge by the Internal Service Funds to the other funds is based on an actuarial method and adjusted over a reasonable period of time so that Internal Service Fund revenues and expenses are approximately equal.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The liability for claims and judgments is reported in the Internal Service Funds.

Insurance coverage for the various loss risks related to general liability, public officials and employees' liability, general liability for Electric and Gas Systems, auto liability, workmen's compensation, property, group health, and employment practices liability is provided as described below:

General Liability – For the period January 1, 2003 through March 1, 2003, the Parish is self-insured for the first \$500,000 of each claim relating to general liability, with coverage obtained through an independent provider for liability in excess of the \$500,000, up to \$1,000,000.

Claims in excess of the \$1,000,000 up to \$5,000,000 are covered by an umbrella liability policy, subject to a self-insured retention of \$10,000 if there is no underlying insurance. For the period March 1, 2003 through December 31, 2003, the self-insured retention is \$500,000, with claims in excess thereof covered up to \$6,000,000. General liability claims in excess of \$6,000,000 are paid by the Parish.

Public Officials and Employee's Liability – For the period January 1, 2003 through March 1, 2003, the Parish was self-insured for the first \$500,000 of each wrongful act relating to public officials and employees' liability. The Parish was covered under insurance contracts for liability in excess of \$500,000 up to \$1,000,000, and also for claims in excess of \$1,000,000, up to \$5,000,000, with a \$10,000 deductible. For the period issued March 1, 2003 through December 31, 2003, the public officials and employee's liability self-insured retention is \$250,000, with claims in excess thereof covered up to \$6,000,000. Any claims in excess of \$6,000,000 are paid by the Parish.

General Liability for Electric and Gas Systems – The Parish is self-insured for the first \$200,000 of each claim relating to general liability of the Electric and Gas Systems and the first \$500,000 related to pollution liability. For liability in excess thereof, the Parish is covered under an insurance contract for up to \$10,000,000, with any claims over \$10,000,000 to be paid by the Parish.

Note 17 -RISK MANAGEMENT (Continued)

Automobile Liability - For the period January 1, 2003 through March 1, 2003, the Parish is self-insured for the first \$500,000 of each claim relating to auto insurance. For liability in excess of \$500,000, the Parish is covered under an insurance contract for claims up to \$1,000,000. An umbrella policy covers claims from \$1,000,000 up to \$5,000,000, subject to a self-insurance retention of \$10,000 if there is no underlying insurance. For the period March 1, 2003 through December 31, 2003, the auto liability self-insured retention is \$500,000, with claims in excess thereof covered up to \$6,000,000. Auto claims in excess of \$6,000,000 are paid by the Parish.

Workers' Compensation - The Parish is self-insured for the first \$350,000 of each claim relating to workers' compensation insurance. For liability in excess of \$350,000, the Parish is covered under an insurance contract for claims up to \$25,000,000. Under the workers' compensation policy, employer's liability insurance limits are \$1,000,000.

Employment Practice Liability - For the period January 1, 2003 through March 1, 2003, the Parish is self-insured for the first \$75,000 of each claim relating to employment practices liability. For liability in excess thereof, the Parish is covered under an insurance contract for claims up to \$2,000,000, with any claims in excess of \$2,000,000 to be paid by the Parish. For the period March 1, 2003 through December 31, 2003, the employment practices liability self-insured retention is \$250,000, with claims in excess thereof covered up to \$6,000,000, with any claims in excess of the \$6,000,000 to be paid by the Parish.

Property Insurance - The Parish is self-insured for the first \$100,000 of each claim relating to property insurance except for wind/named storm losses, which will be two percent (2%) of the value at the time of loss of each separate building. If two or more deductible amounts in this policy apply to a single occurrence, the total amount to be deducted shall not exceed the largest deductible applicable. The Parish is covered under insurance contracts for the excess liability up to \$100,000,000. Any claims in excess of \$100,000,000 are to be paid by the Parish.

Group Health Insurance - The Parish is self-insured for the first \$125,000 of each claim relating to group health insurance. The aggregate deductible for all group claims relating to group insurance for 2003 was \$11,302,391. The Parish is covered under an insurance contract for the excess liability up to \$1,000,000 on individual claims. Each covered employee is subject to a lifetime maximum claims limit of \$1,000,000.

Settled claims have not exceeded the insurance coverage for the excess liability in any of the past three years.

Note 17 -RISK MANAGEMENT (Continued)

At December 31, 2003, the amount of liability for unpaid claims was \$6,795,100 for the Insurance Control Fund and \$1,877,686 for Group Health Insurance Fund. These liabilities are the Parish's best estimate based on available information. Changes in the reported liabilities during the past two years are as follows:

Insurance Control Fund

	<u>Unpaid Claims January 1,</u>	<u>Incurred Claims (Including IBNRs)</u>	<u>Claim Payments</u>	<u>Unpaid Claims December 31,</u>
2002	\$ 4,941,184	\$ 1,338,105	\$ 1,620,211	\$ 4,659,078
2003	\$ 4,659,078	\$ 4,107,629	\$ 1,971,607	\$ 6,795,100

Group Health Insurance Fund

	<u>Unpaid Claims January 1,</u>	<u>Incurred Claims (Including IBNRs)</u>	<u>Claim Payments</u>	<u>Unpaid Claims December 31,</u>
2002	\$ 1,304,474	\$ 8,584,288	\$ 8,081,347	\$ 1,807,415
2003	\$ 1,807,415	\$ 9,488,487	\$ 9,418,216	\$ 1,877,686

Note 18 - COMMITMENTS AND CONTINGENCIES

The Parish received funding under grants from various federal and state governmental agencies. The agency grants specify the purpose for which the grant monies are to be used; the grants are subject to audit by the granting agency or its representative.

On December 31, 2003, the Parish had \$9,628,773 in public work contracts of which \$2,128,111 was incomplete.

On November 18, 2003, the Parish entered into a Cooperative Agreement with the Terrebonne Levee and Conservation District for the Lower Bayou Dularge Levee Project. The Parish agreed to contribute \$700,000 towards the project of which \$200,000 was incomplete.

Note 19 - POSTRETIREMENT HOSPITALIZATION AND LIFE INSURANCE BENEFITS

The Parish provides for the payment of hospitalization and life insurance premiums for retired employees as approved by the Parish Council. The Parish funds the entire premium for all employees retiring prior to January 1, 2003 with at least ten years service and retiring from the formal retirement systems. For those employees retiring prior to January 1, 2003, a retired employee may provide dependent hospitalization coverage at a cost ranging from \$40 to \$49 per month depending on their retirement date. Those employees retiring after January 1, 2003 are required to pay \$100 per month for dependent hospitalization coverage and \$30 per month for single hospitalization coverage. The cost of providing these benefits is recognized as an expense as premiums are paid. For the year ended December 31, 2003, those costs amounted to \$1,321,579.

**Note 19 -POSTRETIREMENT HOSPITALIZATION AND LIFE INSURANCE BENEFITS
(Continued)**

Future liabilities under the Parish's plan for potentially eligible employees are dependent upon the age and length of service of those employees. The average employee age and service years are not available. At December 31, 2003, the average hospitalization and life insurance cost per retired employee was approximately \$649 per month and the average number of retired employees was 169.

Note 20 - PENSION PLANS

Employees of the Primary Government (except for policemen and firemen of the City of Houma) are members of the Parochial Employees' Retirement System (PERS).

On October 1, 1983, the City of Houma policemen joined the Municipal Police Employees' Retirement System (MPERS) of the State of Louisiana. The Parish maintains a Trust Fund (Police Pension and Relief Fund) for policemen hired prior to October 1, 1983.

Effective January 1, 1980, new firemen are covered under the Firefighters' Retirement System (FRS) of the State of Louisiana. The Parish maintains a Trust (Firemen's Pension and Relief Fund) for firemen hired prior to January 1, 1980. On March 26, 1996, the City of Houma Firemen's Pension Plan entered into a merger agreement with the Firefighter's Retirement System of the State of Louisiana. The merger was effective July 1, 1995.

Detailed information for each system or plan is as follows:

a) Parochial Employees' Retirement System

Plan Description - The Parish contributes to Plan B of the Parochial Employees' Retirement System of Louisiana (the System), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS), which is controlled and administered by a separate Board of Trustees. The System provides retirement, deferred and disability benefits, survivor's benefits and cost of living adjustments to plan members and beneficiaries. Act 205 of the 1952 Louisiana Legislative Session established the plan. The System is governed by Louisiana Revised Statutes 11:1901 through 11:2015, specifically, and other general laws of the State of Louisiana. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to Parochial Employees' Retirement System of Louisiana, P. O. Box 14619, Baton Rouge, Louisiana 70898.

Funding Policy - Plan members are required to contribute 3.00% of their annual covered salary and the Parish is required to contribute at an actuarially determined rate. The current rate is 3.75% of annual payroll. In addition, the System also receives a percentage of tax revenues from various taxing bodies. The contribution requirements of plan members and the Parish is established and may be amended by state statute. The Parish's contributions to the System for the years ending December 31, 2003, 2002, and 2001 were \$776,094, \$564,879, and \$503,895, respectively, equal to the required contributions for each year.

b.) Municipal Police Employees' Retirement System

Plan Description - The Parish contributes to the Municipal Police Employees' Retirement System of Louisiana (the System), a cost-sharing multiple-employer defined benefit public employee retirement system, which is controlled and administered by a separate Board of Trustees. The system provides retirement, deferred and disability benefits, survivor's benefits and cost of living adjustments to plan members and beneficiaries. Act 189 of the 1973 Louisiana Legislative Session established the plan. The System is governed by Louisiana Revised Statutes 11:2211 through 11:2234, specifically, and other general laws of the State of Louisiana.

Note 20 - PENSION PLANS (Continued)

b.) Municipal Police Employees' Retirement System (continued)

The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to Municipal Police Employees' Retirement System of Louisiana, P.O. Box 94095, Baton Rouge, Louisiana 70804-9095.

Funding Policy - Plan members are required to contribute 7.50% of their annual covered salary and the Parish is required to contribute at an actuarially determined rate. The Parish contribution rate during the period of January 1, 2003 through June 30, 2003 was 9% of annual payroll excluding overtime but including state supplemental pay. Effective July 1, 2003, the Parish contribution rate was increased to 15.25%. In addition, the System also receives a percentage of insurance premiums. The contribution requirements of plan members and the Parish are established and amended by state statute. The Parish's contributions to the System for the years ending December 31, 2003, 2002, and 2001 were \$299,065, \$213,460, and \$189,170, respectively, equal to the required contributions for each year.

c.) Firefighters' Retirement System

Plan Description - The Parish contributes to the Firefighters' Retirement System of Louisiana (the System), a cost-sharing multiple-employer defined benefit public retirement system, which is controlled and administered by a separate Board of Trustees. The System provides retirement, deferred and disability benefits, survivor's benefits and cost of living adjustments to plan members and beneficiaries. Act 434 of the 1979 Louisiana Legislative Session established the plan. The System is governed by Louisiana Revised Statutes 11:2251 through 11:2269, specifically, and other general laws of the State of Louisiana. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to Firefighters' Retirement System of Louisiana, 2051 Silverside Drive, Suite 210, Baton Rouge, Louisiana 70808-4136.

Funding Policy - Plan members are required to contribute 8.00% of their annual covered salary and the Parish is required to contribute at an actuarially determined rate. The Parish contribution rate during the period January 1, 2003 through March 31, 2003 was 9% of annual covered payroll. For the month of April 2003, the contribution rate was 10.25%, and for the period May 1, 2003 through June 30, 2003, the rate was 18.25%. Effective July 1, 2003, the Parish contribution rate is 21% of annual covered payroll. The contribution requirements of plan members and the Parish are established and amended by state statute. The Parish's contributions to the System for the years ending December 31, 2003, 2002, and 2001 were \$339,918, \$194,734, and \$168,060, respectively, equal to the required contributions for each year.

d.) City of Houma Police Pension and Relief Fund

Plan Description - The Parish contributes to the City of Houma Police Pension and Relief Fund (the Fund), a single-employer defined benefit pension plan, which is controlled and administered by a separate Board of Trustees. The Fund merged into the Municipal Police Employees' Retirement System (MPERS) effective October 1, 1983. The Fund still has a contingent liability for certain police officers that retire before age 50. The only officers eligible for benefits are those employed by the City prior to the merger with MPERS on October 1, 1983 who still participate in the Fund because membership into the Fund is now closed. The Fund provides retirement benefits based on the Fund's formula until the retiree reaches age 50. After the retiree reaches age 50, the Fund's benefits cease and the MPERS' benefits begin. All death and disability benefits are assumed by MPERS. The Fund is governed by Louisiana Revised Statutes 11:3501 through 11:3731, specifically, and other general laws of the State of Louisiana. The Fund issues a publicly available financial report that includes financial statements and required supplementary information for the Fund. The report may be obtained by writing to the City of Houma Police Pension and Relief Fund, Terrebonne Parish Consolidated Government, Post Office Box 2768, Houma, Louisiana 70361.

Note 20 - PENSION PLANS (Continued)

d.) City of Houma Police Pension and Relief Fund (continued)

Funding Policy – The Parish contributions are established biennially by an actuary in the valuation report for the City of Houma Police Pension and Relief Fund. The Aggregate Actuarial Cost Method was used and the actuarial accrued liability is equal to the actuarial value of assets, therefore the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities. It was determined that there was an unfunded present value of contingent benefits in excess of assets in the amount of \$382,623 based on the December 31, 2002 actuarial valuation.

Annual Pension Cost and Net Pension Asset – The annual pension cost and net pension asset for the current year were as follows:

Contributions made	\$ 101,539
Annual required contribution	101,539
Interest on net pension asset	(699)
Adjustment to annual required contribution	(2,766)
Annual pension cost	98,074
Increase in net pension asset	3,465
Net pension asset beginning of year	9,977
Net pension asset end of year	\$ 13,442

The annual required contribution for the current year was determined as part of the December 31, 2002 actuarial valuation using the Aggregate Actuarial Cost Method. The actuarial assumptions included 6.00% investment rate of return (net of expenses). The amortization information was not made available by the actuary, but the amount is considered to be immaterial.

Actuarial assumptions used include the following:

Investment rate of return	6% per year compounded annually.
Mortality	Based on the 1983 Group Annuity Mortality Table for Males and Females
Termination, disability and retirement	Rates of withdrawal and termination from active service before retirement for reasons other than death (based on a table in the actuarial report which is used in similar systems) and rates of disability (based on the Eleventh Actuarial Valuation of the Railroad Retirement System).
Salary increases	Vary according to age ranging from 3% (age 55) to 6.1% (age 25) per year compounded annually.
Cost-of-living adjustments	Adjusted for projected increases in the standard of living.

Note 20 - PENSION PLANS (Continued)

d.) City of Houma Police Pension and Relief Fund (continued)

Three-Year Trend Information - Police Pension

<u>Year Ending</u>	<u>Annual Pension Costs</u>	<u>Percentage Of Pension Cost Contributed</u>	<u>Net Pension Asset</u>
2001	\$ 173,410	100.00%	\$ 6,512
2002	169,945	102.00%	9,977
2003	101,539	100.00%	13,442

e.) City of Houma Firemen's Pension and Relief Fund

Plan Description - The Parish contributes to the City of Houma Firemen's Pension and Relief Fund (the Fund), a single-employer defined benefit pension plan, which is controlled and administered by a separate Board of Trustees. The Fund was established for members of the City of Houma Fire Department in 1973 under the provisions of Act 139 of the Louisiana Legislature. As of January 1, 1980, new firemen of the City of Houma are covered under the Firefighters' Retirement System (FRS) of the State of Louisiana. The Fund covers firemen hired prior to January 1, 1980 and is closed to new members. The Fund entered into a merger agreement with the Firefighter's Retirement System effective July 1, 1995. The Parish has agreed that the members of the Fund would not lose any benefits they presently have under the Fund because they merged with FRS. Monies remaining in the Fund after the merger became effective to be utilized to make up for any lost benefits. The Fund has made provisions to cover any benefits not provided by FRS that was previously covered by the Fund, which includes retirement, death and disability benefits. The Fund is governed by Louisiana Revised Statutes 11:3101 through 11:3477, specifically, and other general laws of the State of Louisiana. The Fund issues a publicly available financial report that includes financial statements and required supplementary information for the Fund. The report may be obtained by writing to the City of Houma Firemen's Pension and Relief Fund, Terrebonne Parish Consolidated Government, Post Office Box 2768, Houma, Louisiana 70361.

Funding Policy - The Parish contributions are established by an actuary in the valuation report for the City of Houma Firemen's Pension and Relief Fund. The Aggregate Actuarial Cost Method was used and the actuarial accrued liability is equal to the actuarial value of assets, therefore the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities. It was determined that there was an unfunded present value of contingent benefits in excess of assets in the amount of \$774,453 based on the December 31, 2002 actuarial valuation. Administrative costs are financed through investment earnings.

Note 20 - PENSION PLANS (Continued)

e.) City of Houma Firemen's Pension and Relief Fund (Continued)

Annual Pension Cost and Net Pension Asset – The annual pension cost and net pension asset for the current year were as follows:

Contributions made	\$ 228,200
Annual required contribution	228,200
Interest on Net Pension Asset	(894)
Adjustment to Annual Required Contribution	1,882
Annual pension cost	229,188
Decrease in net pension asset	(988)
Net pension asset beginning of year	8,797
Net pension asset end of year	\$ 7,809

The annual required contribution for the current year was determined as part of the December 31, 2002 actuarial valuation using the Aggregate Actuarial Cost Method. The actuarial assumptions included a 7% Investment rate of return (net of expenses). The amortization information was not made available by the actuary, but the amount is considered to be immaterial. Actuarial assumptions used include the following:

Investment rate of return	7% per year compounded annually.
Mortality	Based on the 1983 Group Annuity Mortality Table for Males and Females
Termination, disability and retirement	Rates of withdrawal and termination from active service before retirement for reasons other than death (based on a table in the actuarial report which is used in similar systems) and rates of disability (based on the experience of other fire systems in the state).
Salary increases	Vary according to age ranging from 3% (age 55) to 6.1% (age 25) per year compounded annually.
Cost-of-living adjustments	Adjusted for projected increase in the standard of living.

Three-Year Trend Information - Firemen's Pension

Year Ending	Annual Pension Costs	Percentage Of Pension Cost Contributed	Net Pension Asset
2001	\$ 56,503	117.00%	\$ 9,785
2002	57,491	98.28%	8,797
2003	228,200	100.00%	7,809

Note 21 - LANDFILL CLOSURE AND POSTCLOSURE CARE COST

The Louisiana Department of Environmental Quality (LDEQ) ordered the Ashland Sanitary Landfill closed on December 31, 1998. The parish requested and was granted an extension until July 31, 1999. The Ashland Sanitary Landfill ceased accepting solid waste on July 31, 1999 as required. On August 2, 1999, the parish's Ashland Solid Waste Pickup Station commenced operations and all solid waste has since been transported to the River Birch Landfill in Avondale, Louisiana. State and federal laws and regulations governing the closure of the Ashland Sanitary Landfill required the Parish to place a final cover and to perform certain maintenance and monitoring functions at the site for thirty years post-closure.

At December 31, 2003, the Parish reports placement of the final cap is complete and installation of monitoring wells is pending minor plan modifications. The parish reports this closure and post-closure care costs as obligations within the Government-wide Financial Statements. The \$2,187,337 (\$44,000 and \$2,143,337, due within one year and due after one year, respectively), reported as landfill closure and post-closure care liability at December 31, 2003, represents the total estimated remaining cost of closure and post-closure and post-closure care. These amounts are based on the present-value cost to perform all closure and post-closure care including costs associated with the LDEQ extension. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

As of December 31, 2003, the Parish has reserved \$55,775 to cover the remaining cost of closure and post-closure care. The Parish expects that future inflation costs will be paid from interest earnings on these funds. However, if interest earnings are inadequate or additional post-closure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenue.

The landfill recognized \$831,322 in current expenditures which is included in the operating statement captioned repairs and maintenance and other services and charges, while reporting an increase of \$441,614 in long-term liabilities.

Note 22 -ON-BEHALF PAYMENTS FOR SUPPLEMENTAL PAY

The Parish recognizes as revenues and expenditures salary supplements, which includes the fire, police and Marshal, that the State of Louisiana has paid directly to the Parish's employees. As of December 31, 2003, the total on-behalf payments made amounted to \$475,540.

Note 23 - REFUNDING OF REVENUE BONDS

On August 1, 2003, the Parish issued \$5,200,000 of Public Improvement Bonds with a yield of 2.8 percent to refund \$5,000,000 of outstanding Public Improvement Bonds with an average interest rate of 2.23 percent. The net proceeds were \$5,109,981 (after original issue discount of \$67,600 and payments of \$24,073 in underwriting fees, insurance and other issuance costs). The refunding was undertaken to obtain lower rates. The Parish advance refunded the bonds for a net savings of \$475,000 and an economic gain of \$372,000.

On August 1, 2003, the Parish issued \$1,845,000 of General Obligation Bonds with a yield of 2.6 percent to refund \$1,785,000 of outstanding General Obligation Bonds with an average interest rate of 2.13 percent. The net proceeds were \$1,821,581 (after original issue discount of \$23,985). The refunding was undertaken to obtain lower rates. The Parish advance refunded the bonds for a net savings of \$263,000 and an economic gain of \$220,000.

Note 24 – SUBSEQUENT EVENTS

In August 2003, the Hospital Service District (the Hospital) issued 2003 Series Revenue Bonds in the amount of \$25,000,000 approved by the board of commissioners. The proceeds of the bond offering is to provide funds, together with the available funds of the Hospital, to finance the renovation and construction of improvements to the Hospital including the Women's Center and other facilities included in the Hospital's master plan. Funds will also be used to provide for the costs of issuance, establishment of a debt service reserve fund, and to reimburse the Hospital for costs it has previously incurred.

On August 13, 2003, the Consolidated Waterworks District No. 1 issued \$6,065,000 of Water Revenue Bonds, Series 2003A with an interest rate of 5.25% for the purpose of acquiring and constructing extensions and improvements to the Water System. The net proceeds were \$6,420,231 (including original issue premium \$400,131, \$9,685 of accrued interest and payments of \$54,585 in underwriting fees, insurance and other issuance costs).

On August 13, 2003 the Consolidated Waterworks District No. 1 issued \$10,970,000 of Water Revenue Bonds, Series 2003B with an interest rate ranging from 4.00% to 5.00% to refund \$11,060,000 of outstanding Water Revenue Bonds, Series 1994, dated June 1, 1994, with an interest rate ranging from 5.35% to 6.00%. The net proceeds were \$11,613,156 (including original issue premium \$724,373, \$17,513 of accrued interest and payment of \$98,730 in underwriting fees, insurance and other issuance costs). The refunding was undertaken to obtain lower rates. The District advance refunded the bonds for a net savings of \$1,294,000 and an economic gain of \$1,230,000.

On May 21, 2003, the Houma-Terrebonne Public Trust Financing Authority (the Authority) realized a \$960,571 gain by liquidating its Taxable Refunding Bonds Series 1992. This was accomplished by selling all of the program's assets and depositing the proceeds of \$2,058,791 in an irrevocable trust account to be utilized in the following ways: \$138,037 of the proceeds will be used to call the Series 1992 B-1 bonds on June 13, 2003; \$131,000 of the proceeds will be invested in governmental obligations maturing at such times so that sufficient moneys will be available to pay bond principal of \$200,000 on July 10, 2014 for the Series 1992 B-2 bonds; and the remaining balance of \$1,789,755 will be used to defease the Series 1992 C bonds on June 23, 2003. A residual value of \$960,571 (gain on liquidation) was deposited for use by the Houma-Terrebonne Public Trust Finance Authority for various Authority purposes.



SUPPLEMENTARY INFORMATION SECTION



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

- Dedicated Emergency Fund** - An appropriation of \$200,000 or 3% of General Fund Revenue based on previous years audited revenues, whichever is greater, is transferred for the purpose of emergency expenditures.
- Terrebonne Juvenile Detention Fund** - Monies in this Fund are received from the proceeds of ad valorem taxes assessed by the Parish. Proceeds from these taxes shall be used to purchase, acquire, construct, reconstruct, rehabilitate, improve, repair, operate, lease as lessor or lessee, manage and administer or enter into contracts for the management, administration and operation of a Youth Center.
- Parish Prisoners Fund** - Monies in this Fund are received from the Terrebonne Parish Sheriff for the operation and maintenance of the Criminal Justice Complex.
- Non-District Recreation Fund** - Monies in this Fund are primarily from the General Fund. Proceeds are used to provide playgrounds and other facilities which promote recreation and the general health and well being of the City's youth.
- City Marshal Fund** - Monies in this Fund are received from city court and the General Fund for the operation and maintenance of the City Marshal.
- G.I.S. Mapping System Fund** - Monies in this fund are primarily from the proceeds of taxes assessed by the Parish. Proceeds from the taxes shall be used for the cost of the completion and implementation of the Terrebonne Geographical Information System map.
- Parish Transportation Fund** - Monies in this Fund are primarily from the State's Parish Transportation Revenue. Proceeds are used for operating, maintaining and constructing roads and bridges.
- Sales Tax Capital Improvement Fund** - This Fund accounts for the revenue from the ¼% Capital Improvement sales tax for the retirement of the 1994 Civic and Community Center Bonds and the 1998 Public Improvement Bonds. The ¼% Capital Improvement sales tax has an irrevocable pledge to the outstanding bonds. On a monthly basis a portion of the ¼% tax is transferred to the Debt Service Fund. Monies remaining in the Sales Tax Capital Improvement Fund after debt service requirements are met, may be used by the Parish for the purposes for which the "Capital Improvement Sales Tax" and the "Parish Sales Tax" were authorized.
- Road District No. 6 Maintenance Fund** - To accumulate funds to maintain the roads in Ward 6. Monies in the fund are primarily from the proceeds of ad valorem taxes assessed by the Parish.
- Fire Protection District Maintenance Funds** - Monies in these Funds are primarily from the proceeds of ad valorem taxes (in their respective Districts), assessed by the Parish. Proceeds from the taxes shall be used for the purpose of acquiring, constructing, maintaining and operating said District's fire protection facilities and paying the cost of obtaining water for fire protection purposes.
- Road Lighting District Maintenance Funds** - Monies in these Funds are primarily from the proceeds of ad valorem taxes (in their respective Districts) assessed by the Parish. Proceeds from the taxes shall be used for the purpose of providing and maintaining electric lights on the streets, roads, highways, alleys and public places in said Districts.
- Health Unit Fund** - Monies in this Fund are received from the proceeds of ad valorem taxes assessed by the Parish. Proceeds from the tax shall be used for the purpose of operating and maintaining the Terrebonne Parish Health Unit.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

Special Revenue Funds (Continued)

Retarded Citizens Fund - Monies in this Fund are primarily from the proceeds of ad valorem taxes assessed by the Parish. Proceeds from the tax shall be used for the purpose of operating, maintaining and constructing schools for the mentally retarded; and to administer to the health and educational requirements of trainable and below trainable mentally retarded individuals in the Parish.

Parishwide Recreation Fund - Monies in this Fund are primarily from the proceeds of ad valorem taxes assessed by the Parish. Proceeds from the tax will be used for the purpose of maintaining and operating recreation programs.

Mental Health Fund - Monies are primarily from the proceeds of ad valorem taxes assessed by the Parish. Proceeds from the tax shall be used for the purpose of operating and maintaining the Terrebonne Regional Mental Health Center.

Terrebonne Levee & Conservation District Fund – To account for the collection and disbursement of a dedicated ¼% sales tax to be used according to a local services agreement between the Parish and the Terrebonne Levee & Conservation District to provide for local matching funds for the construction, acquisition, maintenance and operation, extension and/or improvement of Hurricane Protection for Terrebonne Parish and more specifically identified as the Corps of Engineers Project titled the “Morganza To The Gulf”.

Bayou Terrebonne Waterlife Museum Fund – To account for the operations and maintenance of the museum funded by various private donations, memberships and grants in addition to a supplement from the General Fund.

Criminal Court Fund - To account for deposited fines and forfeitures which, on motion by the district attorney and approval order of the senior district judge, is used for the following expenses: the criminal courts, petit jury, grand jury, witness fees, parish law library and other expenses related to the judges of the criminal courts and office of the district attorney. In addition, expenses in the trial of indigent persons charged with the commission of felonies.

Debt Service Fund

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



**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

Terrebonne Parish Consolidated Government

December 31, 2003

	Special Revenue Funds					
	Dedicated Emergency Fund	Terrebonne Juvenile Detention Fund	Parish Prisoners Fund	Non-District Recreation Fund	City Marshal Fund	G.I.S. Mapping System Fund
Assets						
Cash and cash equivalents				\$ 13	\$ 1,241	
Investments	\$ 1,146,909	\$ 581,539	\$ 413,045	552,307		\$ 500,862
Receivables (net, where applicable of allowances for uncollectibles):						
Taxes		57,626				
Accounts				4,009		
Special Assessments:						
Current						
Delinquent						
Deferred						
Due from other funds	609,572	38	227,625	61,422	16,245	
Due from other governmental units		782,919	120,540		21,195	
Other current assets						
Total assets	\$ 1,756,481	\$ 1,422,122	\$ 761,210	\$ 617,751	\$ 38,681	\$ 500,862
Liabilities						
Accounts payable and accrued expenditures		\$ 102,030	\$ 74,250	\$ 16,832	\$ 12,009	
Deferred revenues		892,601				
Due to other funds		137,549	118,644	94,981	24,516	
Due to other governmental units		10,158	115,710	509		
Due to component units						
Total liabilities		1,142,338	308,604	112,322	36,525	
Fund Balances						
Reserved - debt service						
Unreserved:						
Designated for subsequent years' expenditures		205,721	110,514	74,039		
Undesignated	\$ 1,756,481	74,063	342,092	431,390	2,156	\$ 500,862
Total fund balances	1,756,481	279,784	452,606	505,429	2,156	500,862
Total liabilities and fund balances	\$ 1,756,481	\$ 1,422,122	\$ 761,210	\$ 617,751	\$ 38,681	\$ 500,862

Special Revenue Funds

Parish Transportation Fund	Sales Tax Capital Improvement Fund	Road District No. 6 Maintenance Fund	Fire Protection District Maintenance Funds	Road Lighting District Maintenance Funds	Health Unit Fund	Retarded Citizens Fund	Parishwide Recreation Fund
\$ 1,554,221	\$ 2,147,369	\$ 236,148	\$ 300 205,976	\$ 2,170,928	\$ 843,929	\$ 515,920	\$ 392 402,175
		435	7,399	95,345	48,313	155,125	64,320 646
343,769 63,972	713,198	20,763	3,071 234,133 210	401 1,341,044	75 640,776	2,057,434	85,443 860,385
<u>\$ 1,961,962</u>	<u>\$ 2,860,567</u>	<u>\$ 257,346</u>	<u>\$ 451,089</u>	<u>\$ 3,607,718</u>	<u>\$ 1,533,093</u>	<u>\$ 2,728,479</u>	<u>\$ 1,413,361</u>
	\$ 581	\$ 69 21,487	\$ 49,237 244,549	\$ 80,918 1,576,174	\$ 138,959 748,342	\$ 171,098 2,386,998	\$ 114,156 989,731
	204	86,765 3,000	120,297 44	99,080	16,864 723		84,330 2,070
	785	111,321	414,127	1,756,172	904,888	2,558,096	1,190,287
\$ 625,814 1,336,148	704,200 2,155,582	146,025	36,962	178,234 1,673,312	31,677 596,528	170,383	208,919 14,155
1,961,962	2,859,782	146,025	36,962	1,851,546	628,205	170,383	223,074
<u>\$ 1,961,962</u>	<u>\$ 2,860,567</u>	<u>\$ 257,346</u>	<u>\$ 451,089</u>	<u>\$ 3,607,718</u>	<u>\$ 1,533,093</u>	<u>\$ 2,728,479</u>	<u>\$ 1,413,361</u>

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

Terrebonne Parish Consolidated Government

December 31, 2003

Special Revenue Funds

	<u>Mental Health Fund</u>	<u>Terrebonne Levee & Conservation District Fund</u>	<u>Bayou Terrebonne Waterlife Museum Fund</u>	<u>Criminal Court Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
Assets						
Cash and cash equivalents			\$ 579	\$ 200	\$ 4,641	\$ 7,366
Investments	\$ 104,887	\$ 3,598,253	685		5,453,901	20,429,054
Receivables (net, where applicable of allowances for uncollectibles):						
Taxes	12,224				57,044	497,831
Accounts					11,554	16,209
Special assessments:						
Current					6,668	6,668
Delinquent					53,961	53,961
Deferred					82,926	82,926
Due from other funds	994		13,833	421,414	582	1,784,484
Due from other governmental units	162,125	705,074	109		707,773	8,431,440
Other current assets			550			760
Total assets	\$ 280,230	\$ 4,303,327	\$ 15,756	\$ 421,614	\$ 6,379,050	\$ 31,310,699
Liabilities						
Accounts payable and accrued expenditures	\$ 13,003		\$ 2,620	\$ 287,788	\$ 63,677	\$ 1,127,227
Deferred revenues	189,340				917,703	7,966,925
Due to other funds	12,396	\$ 17,744	10,786	29,218	226,250	1,079,624
Due to other governmental units	209		76	82,042		214,541
Due to components units				22,566		22,566
Total liabilities	214,948	17,744	13,482	421,614	1,207,630	10,410,883
Fund Balances						
Reserved - debt service					4,978,844	4,978,844
Unreserved:						
Designated for subsequent years' expenditures	46,265		2,274			2,187,657
Undesignated	19,017	4,285,583			192,576	13,733,315
Total fund balances	65,282	4,285,583	2,274	0	5,171,420	20,899,816
Totals liabilities and fund balances	\$ 280,230	\$ 4,303,327	\$ 15,756	\$ 421,614	\$ 6,379,050	\$ 31,310,699

COMBINING BALANCE SHEET
FIRE PROTECTION DISTRICT MAINTENANCE FUNDS

Statement A-2

Terrebonne Parish Consolidated Government

December 31, 2003

	No. 5	No. 8	Total
Assets			
Cash		\$ 300	\$ 300
Investments		205,976	205,976
Receivables (net, where applicable of allowances for uncollectibles):			
Taxes		7,399	7,399
Due from other funds		3,071	3,071
Due from other governmental units		234,133	234,133
Other current assets		210	210
Total assets		\$ 451,089	\$ 451,089
Liabilities			
Accounts payable and accrued expenditures		\$ 49,237	\$ 49,237
Deferred revenues		244,549	244,549
Due to other funds		120,297	120,297
Due to other governmental units		44	44
Total liabilities		414,127	414,127
Fund Balances			
Unreserved - undesignated		36,962	36,962
Total fund balances	\$ 0	36,962	36,962
Total liabilities and fund balances	\$ 0	\$ 451,089	\$ 451,089

COMBINING BALANCE SHEET
ROAD LIGHTING DISTRICT MAINTENANCE FUNDS

Terrebonne Parish Consolidated Government

December 31, 2003

	<u>No. 1</u>	<u>No. 2</u>	<u>No. 3A</u>	<u>No. 4</u>	<u>No. 5</u>
Assets					
Investments	\$ 222,084	\$ 241,781	\$ 515,916	\$ 173,196	\$ 123,890
Receivables (net, where applicable of allowances for uncollectibles):					
Taxes	20,663	9,292	32,030	8,480	7,441
Due from other funds			401		
Due from other governmental units	<u>174,678</u>	<u>163,575</u>	<u>409,771</u>	<u>106,202</u>	<u>66,227</u>
Total assets	<u>\$ 417,425</u>	<u>\$ 414,648</u>	<u>\$ 958,118</u>	<u>\$ 287,878</u>	<u>\$ 197,558</u>
Liabilities					
Accounts payable and accrued expenditures	\$ 3,198	\$ 3,586	\$ 2,233	\$ 10,719	\$ 887
Deferred revenues	219,766	194,491	494,526	130,543	80,350
Due to other funds	<u>7,161</u>	<u>9,697</u>	<u>20,829</u>	<u>2,392</u>	<u>2,977</u>
Total liabilities	<u>230,125</u>	<u>207,774</u>	<u>517,588</u>	<u>143,654</u>	<u>84,214</u>
Fund Balances					
Unreserved:					
Designated for subsequent years' expenditures		11,265	16,895	10,277	18,710
Undesignated	<u>187,300</u>	<u>195,609</u>	<u>423,635</u>	<u>133,947</u>	<u>94,634</u>
Total fund balances	<u>187,300</u>	<u>206,874</u>	<u>440,530</u>	<u>144,224</u>	<u>113,344</u>
Total liabilities and fund balances	<u>\$ 417,425</u>	<u>\$ 414,648</u>	<u>\$ 958,118</u>	<u>\$ 287,878</u>	<u>\$ 197,558</u>

<u>No. 6</u>	<u>No. 7</u>	<u>No. 8</u>	<u>No. 9</u>	<u>No. 10</u>	<u>Total</u>
\$ 191,369	\$ 235,006	\$ 186,940	\$ 206,245	\$ 74,501	\$ 2,170,928
2,177	6,965	777	2,287	5,233	95,345
<u>103,812</u>	<u>138,593</u>	<u>24,585</u>	<u>23,673</u>	<u>129,928</u>	<u>1,341,044</u>
<u>\$ 297,358</u>	<u>\$ 380,564</u>	<u>\$ 212,302</u>	<u>\$ 232,205</u>	<u>\$ 209,662</u>	<u>\$ 3,607,718</u>
\$ 6,626	\$ 27,789	\$ 4,506	\$ 2,167	\$ 19,207	\$ 80,918
107,435	152,119	25,678	26,815	144,451	1,576,174
<u>2,879</u>	<u>3,773</u>	<u>5,810</u>	<u>17,804</u>	<u>25,758</u>	<u>99,080</u>
<u>116,940</u>	<u>183,681</u>	<u>35,994</u>	<u>46,786</u>	<u>189,416</u>	<u>1,756,172</u>
18,016	4,956	51,295	46,820		178,234
<u>162,402</u>	<u>191,927</u>	<u>125,013</u>	<u>138,599</u>	<u>20,246</u>	<u>1,673,312</u>
<u>180,418</u>	<u>196,883</u>	<u>176,308</u>	<u>185,419</u>	<u>20,246</u>	<u>1,851,546</u>
<u>\$ 297,358</u>	<u>\$ 380,564</u>	<u>\$ 212,302</u>	<u>\$ 232,205</u>	<u>\$ 209,662</u>	<u>\$ 3,607,718</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Special Revenue Funds					G.I.S. Mapping System Fund
	Dedicated Emergency Fund	Terrebonne Juvenile Detention Fund	Parish Prisoners Fund	Non-District Recreation Fund	City Marshal Fund	
Revenues						
Taxes		\$ 804,513		\$ 111,000		
Intergovernmental		48,532	\$ 742,403		\$ 14,840	\$ 500,000
Charges for services		66,446	1,886	47,398		
Fines and forfeitures					191,376	
Miscellaneous	\$ 17,278	11,117	8,976	42,215	22	2,905
Total revenues	17,278	930,608	753,265	200,613	206,238	502,905
Expenditures						
Current:						
General government		42,843			573,697	241,850
Public safety		2,203,767	2,512,177			
Streets and drainage						
Health and welfare						
Culture and recreation				728,381		
Debt service:						
Principal retirement						
Interest and fiscal charges						
Payment to refunded bond escrow agent						
Refunding bond issuance cost						
Capital outlay		11,654	106,651	43,344	31,706	
Total expenditures		2,258,264	2,618,828	771,725	605,403	241,850
Excess (deficiency) of revenues over expenditures	17,278	(1,327,656)	(1,865,563)	(571,112)	(399,165)	261,055
Other Financing Sources (Uses)						
Transfers in	609,572	1,334,976	2,145,560	459,432	395,344	
Transfers out						
Proceeds of capital asset dispositions						
Refunding bonds issued						
Payment to refunded bond escrow agent						
Capital leases						
Total other financing sources (uses)	609,572	1,334,976	2,145,560	459,432	395,344	
Net Change in Fund Balances	626,850	7,320	279,997	(111,680)	(3,821)	261,055
Fund Balances						
Beginning of year	1,129,631	272,464	172,609	617,109	5,977	239,807
End of year	\$ 1,756,481	\$ 279,784	\$ 452,606	\$ 505,429	\$ 2,156	\$ 500,862

Special Revenue Funds							
Parish Transportation Fund	Sales Tax Capital Improvement Fund	Road District No. 6 Maintenance Fund	Fire Protection District Maintenance Funds	Road Lighting District Maintenance Funds	Health Unit Fund	Retarded Citizens Fund	Parishwide Recreation Fund
\$ 771,229	\$ 4,012,144	\$ 1,386 37	\$ 233,759 12,494	\$ 1,466,230 91,550	\$ 674,498 40,688	\$ 2,125,708 130,645	\$ 881,390 54,168 85,531
20,027	29,399	3,150	4,021	31,471	10,467	17,779	11,811
791,256	4,041,543	4,573	250,274	1,589,251	725,653	2,274,132	1,032,900
584,506	10,236	64 49,411	10,761 230,758	78,793 1,512,133	35,923 632,673	115,343 2,040,652	47,825 1,465,422
584,506	10,236	49,475	680,832 922,351	1,590,926	3,000 671,596	2,155,995	4,054 1,517,301
206,750	4,031,307	(44,902)	(672,077)	(1,675)	54,057	118,137	(484,401)
206,750	(3,894,322)		(310,580) 67,300				617,124
206,750	136,985	(44,902)	415,915 (499,442)	(1,675)	54,057	118,137	132,723
1,755,212	2,722,797	190,927	536,404	1,853,221	574,148	52,246	90,351
\$ 1,961,962	\$ 2,859,782	\$ 146,025	\$ 36,962	\$ 1,851,546	\$ 628,205	\$ 170,383	\$ 223,074

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Special Revenue Funds					Total
	Mental Health Fund	Terrebonne Levee & Conservation District Fund	Bayou Terrebonne Waterlife Museum Fund	Criminal Court Fund	Debt Service Fund	
Revenues						
Taxes	\$ 170,653	\$ 3,987,295			\$ 1,055,742	\$ 15,524,318
Intergovernmental	10,294			\$ 149,137		2,566,017
Charges for services			\$ 23,253			224,514
Fines and forfeitures				2,868,855		3,060,231
Miscellaneous	1,428	20,530	31	2,341	86,320	321,288
Total revenues	182,375	4,007,825	23,284	3,020,333	1,142,062	21,696,368
Expenditures						
Current:						
General government	9,088			3,877,209	62,963	5,106,595
Public safety		1,637,743				6,584,445
Streets and drainage						2,146,050
Health and welfare	181,519					2,854,844
Culture and recreation			136,286			2,330,089
Debt service:						
Principal retirement					3,053,142	3,053,142
Interest and fiscal charges					1,912,740	1,912,740
Payment to refunded bond escrow agent					322,583	322,583
Refunding bond issuance cost					188,710	188,710
Capital outlay			1,297			882,538
Total expenditures	190,607	1,637,743	137,583	3,877,209	5,540,138	25,381,736
Excess (deficiency) of revenues over expenditures	(8,232)	2,370,082	(114,299)	(856,876)	(4,398,076)	(3,685,368)
Other Financing Sources (Uses)						
Transfers in	13,608		115,728	855,086	4,352,249	10,898,679
Transfers out						(4,204,902)
Proceeds of capital asset dispositions						67,300
Refunding bonds issued					7,045,000	7,045,000
Payment to refunded bond escrow agent					(6,847,057)	(6,847,057)
Capital leases						415,915
Total other financing sources (uses)	13,608		115,728	855,086	4,550,192	7,374,935
Net Change in Fund Balances	5,376	2,370,082	1,429	(1,790)	152,116	3,689,567
Fund Balances						
Beginning of year	59,906	1,915,501	845	1,790	5,019,304	17,210,249
End of year	\$ 65,282	\$ 4,285,583	\$ 2,274	\$ 0	\$ 5,171,420	\$ 20,899,816

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FIRE PROTECTION DISTRICT MAINTENANCE FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	<u>No. 5</u>	<u>No. 8</u>	<u>Total</u>
Revenues			
Taxes		\$ 233,759	\$ 233,759
Intergovernmental		12,494	12,494
Miscellaneous		4,021	4,021
Total revenues		<u>250,274</u>	<u>250,274</u>
Expenditures			
Current:			
General government		10,761	10,761
Public safety		230,758	230,758
Capital Outlay		680,832	680,832
Total expenditures		<u>922,351</u>	<u>922,351</u>
Deficiency of revenues over expenditures		<u>(672,077)</u>	<u>(672,077)</u>
Other Financing Sources (Uses)			
Transfer out	\$ (310,580)		(310,580)
Proceeds of capital asset dispositions		67,300	67,300
Capital leases		415,915	415,915
Total other financing sources	<u>(310,580)</u>	<u>483,215</u>	<u>172,635</u>
Net Change in Fund Balances	<u>(310,580)</u>	<u>(188,862)</u>	<u>(499,442)</u>
Fund Balances			
Beginning of year	<u>310,580</u>	<u>225,824</u>	<u>536,404</u>
End of year	<u>\$ 0</u>	<u>\$ 36,962</u>	<u>\$ 36,962</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ROAD LIGHTING DISTRICT MAINTENANCE FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	<u>No. 1</u>	<u>No. 2</u>	<u>No. 3A</u>	<u>No. 4</u>	<u>No. 5</u>
Revenues					
Taxes	\$ 167,269	\$ 257,136	\$ 374,903	\$ 141,435	\$ 71,024
Intergovernmental	16,832	13,430	26,653	4,468	13,340
Miscellaneous	3,145	4,324	8,324	2,237	1,554
Total revenues	<u>187,246</u>	<u>274,890</u>	<u>409,880</u>	<u>148,140</u>	<u>85,918</u>
Expenditures					
Current:					
General government	9,851	12,402	21,326	7,535	4,131
Streets and drainage	204,039	143,580	452,686	131,146	81,209
Total expenditures	<u>213,890</u>	<u>155,982</u>	<u>474,012</u>	<u>138,681</u>	<u>85,340</u>
Net Change in Fund Balances	(26,644)	118,908	(64,132)	9,459	578
Fund Balances					
Beginning of year	<u>213,944</u>	<u>87,966</u>	<u>504,662</u>	<u>134,765</u>	<u>112,766</u>
End of year	<u>\$ 187,300</u>	<u>\$ 206,874</u>	<u>\$ 440,530</u>	<u>\$ 144,224</u>	<u>\$ 113,344</u>

<u>No. 6</u>	<u>No. 7</u>	<u>No. 8</u>	<u>No. 9</u>	<u>No. 10</u>	<u>Total</u>
\$ 131,595	\$ 154,303	\$ 24,545	\$ 24,473	\$ 119,547	\$ 1,466,230
3,493	7,534	514	1,412	3,874	91,550
<u>2,515</u>	<u>2,645</u>	<u>2,261</u>	<u>3,562</u>	<u>904</u>	<u>31,471</u>
<u>137,603</u>	<u>164,482</u>	<u>27,320</u>	<u>29,447</u>	<u>124,325</u>	<u>1,589,251</u>
6,134	8,177	1,130	966	7,141	78,793
<u>110,080</u>	<u>142,037</u>	<u>63,698</u>	<u>69,803</u>	<u>113,855</u>	<u>1,512,133</u>
<u>116,214</u>	<u>150,214</u>	<u>64,828</u>	<u>70,769</u>	<u>120,996</u>	<u>1,590,926</u>
21,389	14,268	(37,508)	(41,322)	3,329	(1,675)
<u>159,029</u>	<u>182,615</u>	<u>213,816</u>	<u>226,741</u>	<u>16,917</u>	<u>1,853,221</u>
<u>\$ 180,418</u>	<u>\$ 196,883</u>	<u>\$ 176,308</u>	<u>\$ 185,419</u>	<u>\$ 20,246</u>	<u>\$ 1,851,546</u>

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEDICATED EMERGENCY FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Miscellaneous - interest earned	\$ 75,500	\$ 75,500	\$ 17,278	\$ (58,222)
Other Financing Sources				
Operating transfer in:				
General Fund		609,572	609,572	
Net Change in Fund Balances	75,500	685,072	626,850	(58,222)
Fund Balance				
Beginning of year	3,129,205	1,129,631	1,129,631	
End of year	\$ 3,204,705	\$ 1,814,703	\$ 1,756,481	\$ (58,222)

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
TERREBONNE JUVENILE DETENTION FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 758,852	\$ 758,852	\$ 804,513	\$ 45,661
Intergovernmental:				
State of Louisiana:				
State revenue sharing	51,000	51,000	48,532	(2,468)
Charges for services	80,000	80,000	66,446	(13,554)
Miscellaneous:				
Interest earned	23,745	23,745	8,135	(15,610)
Other			2,982	2,982
Total revenues	913,597	913,597	930,608	17,011
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	32,800	32,800	35,563	(2,763)
Ad valorem tax adjustment	47,000	47,000	7,280	39,720
Total general government	79,800	79,800	42,843	36,957
Public safety:				
Juvenile services:				
Personal services	1,826,210	1,826,210	1,784,070	42,140
Supplies and materials	117,550	117,550	83,650	33,900
Other services and charges	353,950	353,950	281,538	72,412
Repairs and maintenance	34,200	34,200	31,687	2,513
Allocated expenditures for services performed by other departments:				
Parish council	4,600	4,600	4,136	464
Council clerk	3,950	3,950	3,607	343
Legislative - other	3,200	3,200	3,015	185
Parish president	7,100	7,100	6,585	515
Finance	5,700	5,700	5,447	253
Customer service	50	50	32	18
Total public safety	2,356,510	2,356,510	2,203,767	152,743
Capital outlay		59,425	11,654	47,771
Total expenditures	2,436,310	2,495,735	2,258,264	237,471
Deficiency of revenues over expenditures	(1,522,713)	(1,582,138)	(1,327,656)	254,482
Other Financing Sources				
Transfer in:				
General Fund	1,334,974	1,334,974	1,334,976	2
Net Change in Fund Balances	(187,739)	(247,164)	7,320	254,484
Fund Balance				
Beginning of year	187,739	272,464	272,464	
End of year	\$ 0	\$ 25,300	\$ 279,784	\$ 254,484

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARISH PRISONERS FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental - Terrebonne Parish Sheriff	\$ 740,675	\$ 740,675	\$ 742,403	\$ 1,728
Charges for services	6,500	6,500	1,886	(4,614)
Miscellaneous:				
Interest earned	10,000	10,000	7,872	(2,128)
Other			1,104	1,104
Total revenues	757,175	757,175	753,265	(3,910)
Expenditures				
Current:				
Public safety:				
Parish Prisoners:				
Personal services	629,627	627,627	604,450	23,177
Supplies and materials	397,440	403,940	412,588	(8,648)
Other services and charges	1,436,395	1,431,895	1,398,809	33,086
Repairs and maintenance	147,500	147,500	68,687	78,813
Allocated expenditures for services performed by other departments:				
Parish council	5,600	5,600	4,970	630
Council clerk	4,800	4,800	4,334	466
Legislative - other	3,900	3,900	3,623	277
Parish president	8,700	8,700	7,912	788
Finance	5,700	5,700	6,772	(1,072)
Customer service			32	(32)
Service center	500	500		500
Total public safety	2,640,162	2,640,162	2,512,177	127,985
Capital outlay	227,567	328,903	106,651	222,252
Total expenditures	2,867,729	2,969,065	2,618,828	350,237
Deficiency of revenues over expenditures	(2,110,554)	(2,211,890)	(1,865,563)	346,327
Other Financing Sources				
Transfer in:				
General Fund	2,110,554	2,145,554	2,145,560	6
Net Change in Fund Balances	0	(66,336)	279,997	346,333
Fund Balance				
Beginning of year	0	172,609	172,609	
End of year	\$ 0	\$ 106,273	\$ 452,606	\$ 346,333

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NON-DISTRICT RECREATION FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - sales and use	\$ 111,000	\$ 111,000	\$ 111,000	
Charges for services	54,300	54,300	47,398	\$ (6,902)
Miscellaneous:				
Interest earned	12,000	12,000	5,530	(6,470)
Mineral royalties	20,000	20,000	36,289	16,289
Other			396	396
Total revenues	<u>197,300</u>	<u>197,300</u>	<u>200,613</u>	<u>3,313</u>
Expenditures				
Current:				
Culture and recreation:				
Personal services	340,109	330,109	345,688	(15,579)
Supplies and materials	87,900	100,400	81,161	19,239
Other services and charges	210,537	210,537	191,977	18,560
Repairs and maintenance	88,300	120,917	79,858	41,059
Allocated expenditures for services performed by other departments:				
Parish council	2,050	2,050	1,296	754
Council clerk	1,750	1,750	1,130	620
Legislative - other	1,415	1,415	945	470
Parish president	3,170	3,170	2,063	1,107
Finance	10,950	10,950	9,171	1,779
Customer service	190	190	48	142
Service center			15,044	(15,044)
Total culture and recreation	<u>746,371</u>	<u>781,488</u>	<u>728,381</u>	<u>53,107</u>
Capital outlay	<u>41,818</u>	<u>427,941</u>	<u>43,344</u>	<u>384,597</u>
Total expenditures	<u>788,189</u>	<u>1,209,429</u>	<u>771,725</u>	<u>437,704</u>
Deficiency of revenues over expenditures	<u>(590,889)</u>	<u>(1,012,129)</u>	<u>(571,112)</u>	<u>441,017</u>
Other Financing Sources				
Transfer in:				
General Fund	<u>459,427</u>	<u>459,427</u>	<u>459,432</u>	<u>5</u>
Net Change in Fund Balances	<u>(131,462)</u>	<u>(552,702)</u>	<u>(111,680)</u>	<u>441,022</u>
Fund Balance				
Beginning of year	<u>131,462</u>	<u>617,109</u>	<u>617,109</u>	
End of year	<u>\$ 0</u>	<u>\$ 64,407</u>	<u>\$ 505,429</u>	<u>\$ 441,022</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CITY MARSHAL FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental - state supplemental pay	\$ 14,400	\$ 14,400	\$ 14,840	\$ 440
Fines and forfeitures:				
Criminal court costs	125,000	125,000	78,766	(46,234)
Civil fees	50,000	50,000	53,183	3,183
Commissions on garnishments	39,000	39,000	59,427	20,427
Miscellaneous - interest earned	300	300	22	(278)
Total revenues	<u>228,700</u>	<u>228,700</u>	<u>206,238</u>	<u>(22,462)</u>
Expenditures				
Current:				
General government:				
Judicial - City Marshal:				
Personal services	484,073	484,073	488,899	(4,826)
Supplies and materials	21,500	21,500	17,461	4,039
Other services and charges	52,586	52,586	51,626	960
Repairs and maintenance	9,000	9,000	8,645	355
Allocated expenditures for services performed by other departments:				
Parish council	1,280	1,280	1,103	177
Council clerk	1,100	1,100	962	138
Legislative - other	800	800	804	(4)
Parish president	2,000	2,000	1,756	244
Finance	2,200	2,200	2,409	(209)
Customer service			32	(32)
Total general government	<u>574,539</u>	<u>574,539</u>	<u>573,697</u>	<u>842</u>
Capital outlay	<u>45,500</u>	<u>50,792</u>	<u>31,706</u>	<u>19,086</u>
Total expenditures	<u>620,039</u>	<u>625,331</u>	<u>605,403</u>	<u>19,928</u>
Deficiency of revenues over expenditures	<u>(391,339)</u>	<u>(396,631)</u>	<u>(399,165)</u>	<u>(2,534)</u>
Other Financing Sources				
Transfer in:				
General Fund	<u>391,339</u>	<u>391,339</u>	<u>395,344</u>	<u>4,005</u>
Net Change in Fund Balances	0	(5,292)	(3,821)	1,471
Fund Balance				
Beginning of year	<u>0</u>	<u>5,977</u>	<u>5,977</u>	
End of year	<u>\$ 0</u>	<u>\$ 685</u>	<u>\$ 2,156</u>	<u>\$ 1,471</u>

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
G.I.S. MAPPING SYSTEM FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental - Parish revenue sharing	\$ 500,000	\$ 500,000	\$ 500,000	
Miscellaneous - interest earned	9,200	9,200	2,905	\$ (6,295)
Total revenues	<u>509,200</u>	<u>509,200</u>	<u>502,905</u>	<u>(6,295)</u>
Expenditures				
Current:				
General government:				
Personal services	50,000	50,000	93,615	(43,615)
Supplies and materials	256,000	525,109	16,938	508,171
Other services and charges	203,200	170,413	131,297	39,116
Total expenditures	<u>509,200</u>	<u>745,522</u>	<u>241,850</u>	<u>503,672</u>
Net Change in Fund Balances	0	(236,322)	261,055	497,377
Fund Balance				
Beginning of year	0	239,807	239,807	
End of year	<u>\$ 0</u>	<u>\$ 3,485</u>	<u>\$ 500,862</u>	<u>\$ 497,377</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARISH TRANSPORTATION FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental - state's parish transportation fund	\$ 400,000	\$ 400,000	\$ 771,229	\$ 371,229
Miscellaneous - interest earned	39,250	39,250	20,027	(19,223)
Total revenues	<u>439,250</u>	<u>439,250</u>	<u>791,256</u>	<u>352,006</u>
Expenditures				
Current:				
Streets and drainage:				
Repairs and maintenance	<u>457,239</u>	<u>1,855,838</u>	<u>584,506</u>	<u>1,271,332</u>
Net Change in Fund Balances	(17,989)	(1,416,588)	206,750	1,623,338
Fund Balance				
Beginning of year	<u>294,033</u>	<u>1,755,212</u>	<u>1,755,212</u>	
End of year	<u>\$ 276,044</u>	<u>\$ 338,624</u>	<u>\$ 1,961,962</u>	<u>\$ 1,623,338</u>

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SALES TAX CAPITAL IMPROVEMENT FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - sales and use	\$ 3,811,750	\$ 3,811,750	\$ 4,012,144	\$ 200,394
Miscellaneous:				
Interest earned	62,000	62,000	29,399	(32,601)
Total revenues	<u>3,873,750</u>	<u>3,873,750</u>	<u>4,041,543</u>	<u>167,793</u>
Expenditures				
Current:				
General government:				
Other services and charges			10,236	(10,236)
Excess of revenues over expenditures	<u>3,873,750</u>	<u>3,873,750</u>	<u>4,031,307</u>	<u>157,557</u>
Other Financing Uses				
Transfer out:				
Debt Service Fund	(2,126,156)	(2,126,156)	(2,344,322)	218,166
Capital Projects Fund	(1,550,000)	(1,550,000)	(1,550,000)	
Total other financing uses	<u>(3,676,156)</u>	<u>(3,676,156)</u>	<u>(3,894,322)</u>	<u>218,166</u>
Net Change in Fund Balances	197,594	197,594	136,985	(60,609)
Fund Balance				
Beginning of year	<u>2,441,890</u>	<u>2,722,797</u>	<u>2,722,797</u>	
End of year	<u>\$ 2,639,484</u>	<u>\$ 2,920,391</u>	<u>\$ 2,859,782</u>	<u>\$ (60,609)</u>

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD DISTRICT NO. 6 MAINTENANCE FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 1,376	\$ 1,376	\$ 1,386	\$ 10
Intergovernmental - state revenue sharing	38	38	37	(1)
Miscellaneous - interest earned	5,500	5,500	3,150	(2,350)
Total revenues	6,914	6,914	4,573	(2,341)
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	1,125	1,125	60	1,065
Ad valorem tax adjustment	78	78	4	74
Total general government	1,203	1,203	64	1,139
Streets and drainage:				
Other services and charges	9,856	95,383	47,915	47,468
Repairs and maintenance		100,000		100,000
Allocated expenditures for services performed by other departments:				
Parish council	220	220	276	(56)
Council clerk	190	190	240	(50)
Legislative - other	155	155	201	(46)
Parish president	340	340	439	(99)
Finance	350	350	340	10
Total streets and drainage	11,111	196,638	49,411	147,227
Total expenditures	12,314	197,841	49,475	148,366
Net Change in Fund Balances	(5,400)	(190,927)	(44,902)	146,025
Fund Balance				
Beginning of year	5,400	190,927	190,927	
End of year	\$ 0	\$ 0	\$ 146,025	\$ 146,025

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FIRE PROTECTION DISTRICT NO. 8 MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 240,238	\$ 240,238	\$ 233,759	\$ (6,479)
Intergovernmental:				
State of Louisiana:				
State revenue sharing	5,000	5,000	4,899	(101)
Fire insurance tax	7,500	7,500	7,595	95
Miscellaneous - interest earned	6,600	6,600	4,021	(2,579)
Total revenues	<u>259,338</u>	<u>259,338</u>	<u>250,274</u>	<u>(9,064)</u>
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	10,500	10,500	10,294	206
Ad valorem tax adjustment	42,600	42,600	467	42,133
Total general government	<u>53,100</u>	<u>53,100</u>	<u>10,761</u>	<u>42,339</u>
Public safety:				
Personal services	1,250	1,250	1,535	(285)
Supplies and materials	54,600	54,600	100,807	(46,207)
Other services and charges	142,050	53,470	62,060	(8,590)
Repairs and maintenance	40,500	40,500	57,794	(17,294)
Allocated expenditures for services performed by other departments:				
Parish council	575	575	1,875	(1,300)
Council clerk	490	490	1,635	(1,145)
Legislative - other	395	395	1,367	(972)
Parish president	890	890	2,985	(2,095)
Finance	590	590	700	(110)
Total public safety	<u>241,340</u>	<u>152,760</u>	<u>230,758</u>	<u>(77,998)</u>
Capital outlay	<u>2,000</u>	<u>679,146</u>	<u>680,832</u>	<u>(1,686)</u>
Total expenditures	<u>296,440</u>	<u>885,006</u>	<u>922,351</u>	<u>(37,345)</u>
Deficiency of revenues over expenditures	<u>(37,102)</u>	<u>(625,668)</u>	<u>(672,077)</u>	<u>(46,409)</u>
Other Financing Sources				
Proceeds of capital asset dispositions			67,300	67,300
Capital leases		415,915	415,915	
Total other financing sources		<u>415,915</u>	<u>483,215</u>	<u>67,300</u>
Net Change in Fund Balances	<u>(37,102)</u>	<u>(209,753)</u>	<u>(188,862)</u>	<u>20,891</u>
Fund Balance				
Beginning of year	<u>135,876</u>	<u>225,824</u>	<u>225,824</u>	
End of year	<u>\$ 98,774</u>	<u>\$ 16,071</u>	<u>\$ 36,962</u>	<u>\$ 20,891</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 1 MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 159,494	\$ 159,494	\$ 167,269	\$ 7,775
Intergovernmental - state revenue sharing	15,000	15,000	16,832	1,832
Miscellaneous - interest earned	9,900	9,900	3,145	(6,755)
Total revenues	184,394	184,394	187,246	2,852
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	3,688	3,688	7,589	(3,901)
Ad valorem tax adjustment	2,500	2,500	2,262	238
Total general government	6,188	6,188	9,851	(3,663)
Streets and drainage:				
Personal services	2,000	2,000	1,430	570
Supplies and materials	2,000	2,000	3,322	(1,322)
Other services and charges	171,725	171,725	191,948	(20,223)
Repairs and maintenance	9,000	9,000	4,723	4,277
Allocated expenditures for services performed by other departments:				
Parish council	330	330	386	(56)
Council clerk	400	400	337	63
Legislative - other	300	300	281	19
Parish president	600	600	615	(15)
Planning	400	400		400
Finance	650	650	997	(347)
Customer service	50	50		50
Total streets and drainage	187,455	187,455	204,039	(16,584)
Total expenditures	193,643	193,643	213,890	(20,247)
Net Change in Fund Balances	(9,249)	(9,249)	(26,644)	(17,395)
Fund Balance				
Beginning of year	209,157	213,944	213,944	
End of year	\$ 199,908	\$ 204,695	\$ 187,300	\$ (17,395)

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 2 MAINTENANCE FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 234,708	\$ 234,708	\$ 257,136	\$ 22,428
Intergovernmental - state revenue sharing	13,220	13,220	13,430	210
Miscellaneous - interest earned	14,800	14,800	4,324	(10,476)
Total revenues	262,728	262,728	274,890	12,162
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	10,352	10,352	11,463	(1,111)
Ad valorem tax adjustment	3,000	3,000	939	2,061
Total general government	13,352	13,352	12,402	950
Streets and drainage:				
Personal services	800	800	3,200	(2,400)
Supplies and materials	500	500	3,614	(3,114)
Other services and charges	131,370	132,120	132,506	(386)
Repairs and maintenance	3,000	3,000	2,381	619
Allocated expenditures for services performed by other departments:				
Parish council	200	200	276	(76)
Council clerk	250	250	240	10
Legislative - other	185	185	201	(16)
Parish president	330	330	439	(109)
Planning	100	100		100
Finance	525	525	723	(198)
Customer service	50	50		50
Total streets and drainage	137,310	138,060	143,580	(5,520)
Capital outlay		24,655		24,655
Total expenditures	150,662	176,067	155,982	20,085
Net Change in Fund Balances	112,066	86,661	118,908	32,247
Fund Balance				
Beginning of year	79,082	87,966	87,966	
End of year	\$ 191,148	\$ 174,627	\$ 206,874	\$ 32,247

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 3A MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 374,057	\$ 374,057	\$ 374,903	\$ 846
Intergovernmental - state revenue sharing	27,347	27,347	26,653	(694)
Miscellaneous - interest earned	13,500	13,500	8,324	(5,176)
Total revenues	414,904	414,904	409,880	(5,024)
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	16,516	16,516	16,819	(303)
Ad valorem tax adjustment	12,000	12,000	4,507	7,493
Total general government	28,516	28,516	21,326	7,190
Streets and drainage:				
Personal services	2,000	2,000	1,056	944
Supplies and materials	2,000	2,000	166	1,834
Other services and charges	409,050	409,050	446,186	(37,136)
Repairs and maintenance	3,000	3,000	493	2,507
Allocated expenditures for services performed by other departments:				
Parish council	650	650	855	(205)
Council clerk	800	800	745	55
Legislative - other	530	530	623	(93)
Parish president	1,000	1,000	1,361	(361)
Planning	350	350		350
Finance	1,000	1,000	1,201	(201)
Customer service	100	100		100
Total streets and drainage	420,480	420,480	452,686	(32,206)
Total expenditures	448,996	448,996	474,012	(25,016)
Net Change in Fund Balances	(34,092)	(34,092)	(64,132)	(30,040)
Fund Balance				
Beginning of year	485,725	504,662	504,662	
End of year	\$ 451,633	\$ 470,570	\$ 440,530	\$ (30,040)

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 4 MAINTENANCE FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 133,026	\$ 133,026	\$ 141,435	\$ 8,409
Intergovernmental - state revenue sharing	4,000	4,000	4,468	468
Miscellaneous - interest earned	7,400	7,400	2,237	(5,163)
Total revenues	144,426	144,426	148,140	3,714
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	5,700	5,700	6,244	(544)
Ad valorem tax adjustment	5,900	5,900	1,291	4,609
Total general government	11,600	11,600	7,535	4,065
Streets and drainage:				
Other services and charges	127,600	127,600	129,562	(1,962)
Allocated expenditures for services performed by other departments:				
Parish council	250	250	248	2
Council clerk	300	300	216	84
Legislative - other	200	200	181	19
Parish president	450	450	395	55
Planning	120	120		120
Finance	500	500	544	(44)
Customer service	50	50		50
Total streets and drainage	129,470	129,470	131,146	(1,676)
Total expenditures	141,070	141,070	138,681	2,389
Net Change in Fund Balances	3,356	3,356	9,459	6,103
Fund Balance				
Beginning of year	137,039	134,765	134,765	
End of year	\$ 140,395	\$ 138,121	\$ 144,224	\$ 6,103

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 5 MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 67,031	\$ 67,031	\$ 71,024	\$ 3,993
Intergovernmental - state revenue sharing	13,000	13,000	13,340	340
Miscellaneous - interest earned	4,000	4,000	1,554	(2,446)
Total revenues	84,031	84,031	85,918	1,887
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	3,076	3,076	3,323	(247)
Ad valorem tax adjustment	1,500	1,500	808	692
Total general government	4,576	4,576	4,131	445
Streets and drainage:				
Personal services			472	(472)
Supplies and materials			22	(22)
Other services and charges	85,850	85,850	79,316	6,534
Repairs and maintenance	200	200	420	(220)
Allocated expenditures for services performed by other departments:				
Parish council	150	150	138	12
Council clerk	200	200	120	80
Legislative - other	100	100	101	(1)
Parish president	250	250	219	31
Planning	20	20		20
Finance	300	300	401	(101)
Customer service	50	50		50
Total streets and drainage	87,120	87,120	81,209	5,911
Total expenditures	91,696	91,696	85,340	6,356
Net Change in Fund Balances	(7,665)	(7,665)	578	8,243
Fund Balance				
Beginning of year	105,825	112,766	112,766	
End of year	<u>\$ 98,160</u>	<u>\$ 105,101</u>	<u>\$ 113,344</u>	<u>\$ 8,243</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 6 MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 131,376	\$ 131,376	\$ 131,595	\$ 219
Intergovernmental - state revenue sharing	3,000	3,000	3,493	493
Miscellaneous - interest earned	6,000	6,000	2,515	(3,485)
Total revenues	140,376	140,376	137,603	(2,773)
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	7,138	7,138	5,778	1,360
Ad valorem tax adjustment	4,500	4,500	356	4,144
Total general government	11,638	11,638	6,134	5,504
Streets and drainage:				
Other services and charges	130,850	130,850	108,866	21,984
Allocated expenditures for services performed by other departments:				
Parish council	200	200	193	7
Council clerk	250	250	168	82
Legislative - other	175	175	141	34
Parish president	325	325	307	18
Planning	40	40		40
Finance	300	300	405	(105)
Customer service	50	50		50
Total streets and drainage	132,190	132,190	110,080	22,110
Total expenditures	143,828	143,828	116,214	27,614
Net Change in Fund Balances	(3,452)	(3,452)	21,389	24,841
Fund Balance				
Beginning of year	145,956	159,029	159,029	
End of year	\$ 142,504	\$ 155,577	\$ 180,418	\$ 24,841

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 7 MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 133,770	\$ 133,770	\$ 154,303	\$ 20,533
Intergovernmental - state revenue sharing	7,500	7,500	7,534	34
Miscellaneous - interest earned	7,900	7,900	2,645	(5,255)
Total revenues	149,170	149,170	164,482	15,312
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	10,507	10,507	6,603	3,904
Ad valorem tax adjustment	3,500	3,500	1,574	1,926
Total general government	14,007	14,007	8,177	5,830
Streets and drainage:				
Personal services	100	100		100
Supplies and materials	300	300		300
Other services and charges	151,350	151,350	140,312	11,038
Repairs and maintenance	400	400		400
Allocated expenditures for services performed by other departments:				
Parish council	250	250	276	(26)
Council clerk	300	300	240	60
Legislative - other	200	200	201	(1)
Parish president	400	400	439	(39)
Planning	160	160		160
Finance	500	500	569	(69)
Customer service	50	50		50
Total streets and drainage	154,010	154,010	142,037	11,973
Total expenditures	168,017	168,017	150,214	17,803
Net Change in Fund Balances	(18,847)	(18,847)	14,268	33,115
Fund Balance				
Beginning of year	191,299	182,615	182,615	
End of year	\$ 172,452	\$ 163,768	\$ 196,883	\$ 33,115

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 8 MAINTENANCE FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 25,845	\$ 25,845	\$ 24,545	\$ (1,300)
Intergovernmental - state revenue sharing	500	500	514	14
Miscellaneous - interest earned	7,000	7,000	2,261	(4,739)
Total revenues	33,345	33,345	27,320	(6,025)
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	1,762	1,762	1,081	681
Ad valorem tax adjustment	1,000	1,000	49	951
Total general government	2,762	2,762	1,130	1,632
Streets and drainage:				
Personal services	500	500		500
Other services and charges	75,500	75,500	62,967	12,533
Repairs and maintenance	500	500		500
Allocated expenditures for services performed by other departments:				
Parish council	150	150	110	40
Council clerk	200	200	96	104
Legislative - other	100	100	80	20
Parish president	250	250	176	74
Planning	80	80		80
Finance	300	300	269	31
Customer service	50	50		50
Total streets and drainage	77,630	77,630	63,698	13,932
Total expenditures	80,392	80,392	64,828	15,564
Net Change in Fund Balances	(47,047)	(47,047)	(37,508)	9,539
Fund Balance				
Beginning of year	205,022	213,816	213,816	
End of year	\$ 157,975	\$ 166,769	\$ 176,308	\$ 9,539

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 9 MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 23,188	\$ 23,188	\$ 24,473	\$ 1,285
Intergovernmental - state revenue sharing	1,450	1,450	1,412	(38)
Miscellaneous - interest earned	19,500	19,500	3,562	(15,938)
Total revenues	44,138	44,138	29,447	(14,691)
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	1,601	1,601	966	635
Ad valorem tax adjustment	1,000	1,000		1,000
Total general government	2,601	2,601	966	1,635
Streets and drainage:				
Other services and charges	66,500	66,500	68,849	(2,349)
Allocated expenditures for services performed by other departments:				
Parish council	150	150	138	12
Council clerk	150	150	120	30
Legislative - other	100	100	101	(1)
Parish president	250	250	219	31
Planning	80	80		80
Finance	500	500	376	124
Customer service	50	50		50
Total streets and drainage	67,780	67,780	69,803	(2,023)
Total expenditures	70,381	70,381	70,769	(388)
Net Change in Fund Balances	(26,243)	(26,243)	(41,322)	(15,079)
Fund Balance				
Beginning of year	232,094	226,741	226,741	
End of year	\$ 205,851	\$ 200,498	\$ 185,419	\$ (15,079)

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROAD LIGHTING DISTRICT NO. 10 MAINTENANCE FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 107,644	\$ 107,644	\$ 119,547	\$ 11,903
Intergovernmental - state revenue sharing	3,800	3,800	3,874	74
Miscellaneous - interest earned	3,500	3,500	904	(2,596)
Total revenues	114,944	114,944	124,325	9,381
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	4,761	4,761	5,281	(520)
Ad valorem tax adjustment	2,000	2,000	1,860	140
Total general government	6,761	6,761	7,141	(380)
Streets and drainage:				
Other services and charges	107,310	107,310	112,585	(5,275)
Repairs and maintenance	500	500		500
Allocated expenditures for services performed by other departments:				
Parish council	150	150	221	(71)
Council clerk	200	200	192	8
Legislative - other	200	200	161	39
Parish president	300	300	351	(51)
Planning	90	90		90
Finance	300	300	345	(45)
Customer service	50	50		50
Total streets and drainage	109,100	109,100	113,855	(4,755)
Total expenditures	115,861	115,861	120,996	(5,135)
Net Change in Fund Balances	(917)	(917)	3,329	4,246
Fund Balance				
Beginning of year	3,307	16,917	16,917	
End of year	\$ 2,390	\$ 16,000	\$ 20,246	\$ 4,246

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
HEALTH UNIT FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 635,619	\$ 635,619	\$ 674,498	\$ 38,879
Intergovernmental - state revenue sharing	42,000	42,000	40,688	(1,312)
Miscellaneous - interest earned	19,900	19,900	10,467	(9,433)
Total revenues	697,519	697,519	725,653	28,134
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	27,500	27,500	29,819	(2,319)
Ad valorem tax adjustment	40,400	40,400	6,104	34,296
Total general government	67,900	67,900	35,923	31,977
Health and welfare:				
Personal services	158,630	158,630	149,962	8,668
Supplies and materials	12,250	12,250	6,076	6,174
Other services and charges	488,468	488,468	466,357	22,111
Repairs and maintenance	10,700	10,700	3,927	6,773
Allocated expenditures for services performed by other departments:				
Parish council	1,400	1,400	1,186	214
Council clerk	1,200	1,200	1,034	166
Legislative - other	950	950	864	86
Parish president	2,100	2,100	1,888	212
Finance	1,700	1,700	1,379	321
Customer service	20	20		20
Total health and welfare	677,418	677,418	632,673	44,745
Capital outlay	20,000	30,961	3,000	27,961
Total expenditures	765,318	776,279	671,596	104,683
Net Change in Fund Balances	(67,799)	(78,760)	54,057	132,817
Fund Balance				
Beginning of year	476,862	574,148	574,148	
End of year	\$ 409,063	\$ 495,388	\$ 628,205	\$ 132,817

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RETARDED CITIZENS FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 2,042,269	\$ 2,042,269	\$ 2,125,708	\$ 83,439
Intergovernmental - state revenue sharing	130,000	130,000	130,645	645
Miscellaneous - interest earned	15,000	15,000	17,779	2,779
Total revenues	<u>2,187,269</u>	<u>2,187,269</u>	<u>2,274,132</u>	<u>86,863</u>
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	89,178	89,178	95,745	(6,567)
Ad valorem tax adjustment	<u>131,000</u>	<u>131,000</u>	<u>19,598</u>	<u>111,402</u>
Total general government	<u>220,178</u>	<u>220,178</u>	<u>115,343</u>	<u>104,835</u>
Health and welfare:				
Other services and charges	<u>1,900,000</u>	<u>1,900,000</u>	<u>2,040,652</u>	<u>(140,652)</u>
Total expenditures	<u>2,120,178</u>	<u>2,120,178</u>	<u>2,155,995</u>	<u>(35,817)</u>
Net Change in Fund Balances	67,091	67,091	118,137	51,046
Fund Balance				
Beginning of year	<u>227,890</u>	<u>52,246</u>	<u>52,246</u>	
End of year	<u>\$ 294,981</u>	<u>\$ 119,337</u>	<u>\$ 170,383</u>	<u>\$ 51,046</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARISHWIDE RECREATION FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 847,550	\$ 847,550	\$ 881,390	\$ 33,840
Intergovernmental - state revenue sharing	54,500	54,500	54,168	(332)
Charges for services	85,200	85,200	85,531	331
Miscellaneous:				
Interest earned	15,000	15,000	11,413	(3,587)
Other			398	398
Total revenues	<u>1,002,250</u>	<u>1,002,250</u>	<u>1,032,900</u>	<u>30,650</u>
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	36,595	36,595	39,699	(3,104)
Ad valorem tax adjustment	54,000	54,000	8,126	45,874
Total general government	<u>90,595</u>	<u>90,595</u>	<u>47,825</u>	<u>42,770</u>
Culture and recreation:				
Personal services	558,705	558,705	487,647	71,058
Supplies and materials	194,300	194,300	172,955	21,345
Other services and charges	731,176	731,176	767,988	(36,812)
Repairs and maintenance	6,500	6,500	2,679	3,821
Allocated expenditures for services performed by other departments:				
Parish council	2,640	2,640	2,620	20
Council clerk	2,260	2,260	2,284	(24)
Legislative - other	1,830	1,830	1,909	(79)
Parish president	4,090	4,090	4,170	(80)
Finance	22,170	22,170	23,074	(904)
Customer service	105	105	96	9
Total culture and recreation	<u>1,523,776</u>	<u>1,523,776</u>	<u>1,465,422</u>	<u>58,354</u>
Capital outlay	<u>5,000</u>	<u>12,383</u>	<u>4,054</u>	<u>8,329</u>
Total expenditures	<u>1,619,371</u>	<u>1,626,754</u>	<u>1,517,301</u>	<u>109,453</u>
Deficiency of revenues over expenditures	<u>(617,121)</u>	<u>(624,504)</u>	<u>(484,401)</u>	<u>140,103</u>
Other Financing Sources				
Transfer in:				
General Fund	617,121	617,121	617,124	3
Net Change in Fund Balances	<u>0</u>	<u>(7,383)</u>	<u>132,723</u>	<u>140,106</u>
Fund Balance				
Beginning of year	<u>0</u>	<u>90,351</u>	<u>90,351</u>	
End of year	<u>\$ 0</u>	<u>\$ 82,968</u>	<u>\$ 223,074</u>	<u>\$ 140,106</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MENTAL HEALTH FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - ad valorem	\$ 160,893	\$ 160,893	\$ 170,653	\$ 9,760
Intergovernmental - State of Louisiana - state revenue sharing	10,000	10,000	10,294	294
Charges for services				
Miscellaneous - interest earned	6,000	6,000	1,428	(4,572)
Total revenues	176,893	176,893	182,375	5,482
Expenditures				
Current:				
General government:				
Ad valorem tax deductions	7,021	7,021	7,544	(523)
Ad valorem tax adjustment	10,000	10,000	1,544	8,456
Total general government	17,021	17,021	9,088	7,933
Health and welfare:				
Personal services	195,108	195,108	176,217	18,891
Supplies and materials	3,000	3,000		3,000
Other services and charges	10,197	10,197	3,160	7,037
Repairs and maintenance				
Allocated expenditures for services performed by other departments:				
Parish council	180	180	331	(151)
Council clerk	155	155	289	(134)
Legislative - other	125	125	241	(116)
Parish president	280	280	527	(247)
Finance	750	750	754	(4)
Customer service	40	40		40
Total health and welfare	209,835	209,835	181,519	28,316
Total expenditures	226,856	226,856	190,607	36,249
Deficiency of revenues over expenditures	(49,963)	(49,963)	(8,232)	41,731
Other Financing Sources				
Transfer in:	13,609	13,609	13,608	(1)
Net Change in Fund Balances	(36,354)	(36,354)	5,376	41,730
Fund Balance				
Beginning of year	36,654	59,906	59,906	
End of year	\$ 300	\$ 23,552	\$ 65,282	\$ 41,730

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
TERREBONNE LEVEE & CONSERVATION DISTRICT FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes - sales tax		\$ 3,435,000	\$ 3,987,295	\$ 552,295
Miscellaneous - other			20,530	20,530
Total revenues		<u>3,435,000</u>	<u>4,007,825</u>	<u>572,825</u>
Expenditures				
Current:				
Public safety:				
Other services and charges		3,435,000	1,620,300	1,814,700
Allocated expenditures for services performed by other departments:				
Parish council			3,088	(3,088)
Council clerk			2,693	(2,693)
Legislative - other			2,251	(2,251)
Parish president			4,917	(4,917)
Finance			4,494	(4,494)
Total expenditures		<u>3,435,000</u>	<u>1,637,743</u>	<u>1,797,257</u>
Net Change in Fund Balances		<u>0</u>	<u>2,370,082</u>	<u>2,370,082</u>
Fund Balance				
Beginning of year	<u>0</u>	<u>1,915,501</u>	<u>1,915,501</u>	
End of year	<u>\$ 0</u>	<u>\$ 1,915,501</u>	<u>\$ 4,285,583</u>	<u>\$ 2,370,082</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
BAYOU TERREBONNE WATERLIFE MUSEUM FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental - state grant	\$ 7,050	\$ 7,050		\$ (7,050)
Charges for services	39,400	39,400	\$ 23,253	(16,147)
Miscellaneous - interest earned	100	100	31	(69)
Total revenues	46,550	46,550	23,284	(23,266)
Expenditures				
Current:				
Culture and recreation:				
Personal services	32,218	32,218	33,613	(1,395)
Supplies and materials	21,850	21,850	14,489	7,361
Other services and charges	96,408	96,408	81,806	14,602
Repairs and maintenance	7,500	7,500	6,378	1,122
Total culture and recreation	157,976	157,976	136,286	21,690
Capital outlay	4,300	4,803	1,297	3,506
Total expenditures	162,276	162,779	137,583	25,196
Deficiency of revenues over expenditures	(115,726)	(116,229)	(114,299)	1,930
Other Financing Sources				
Transfer in:				
General Fund	115,726	115,726	115,728	2
Net Change in Fund Balances	0	(503)	1,429	1,932
Fund Balance				
Beginning of year	0	845	845	
End of year	\$ 0	\$ 342	\$ 2,274	\$ 1,932

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CRIMINAL COURT FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental - other local governments			\$ 149,137	\$ 149,137
Fines and forfeitures	\$ 3,115,000	\$ 3,028,000	2,868,855	(159,145)
Miscellaneous - other			2,341	2,341
Total revenues	3,115,000	3,028,000	3,020,333	(7,667)
Expenditures				
Current:				
General government:				
Judicial - Criminal Court:				
Personal services	1,695,000	1,950,000	2,073,891	(123,891)
Supplies and materials	92,484	93,240	94,419	(1,179)
Other services and charges	1,737,011	1,751,210	1,703,473	47,737
Repairs and maintenance	5,505	5,550	5,426	124
Total general government	3,530,000	3,800,000	3,877,209	(77,209)
Capital outlay	5,000	5,500	0	5,500
Total expenditures	3,535,000	3,805,500	3,877,209	(71,709)
Deficiency of revenues over expenditures	(420,000)	(777,500)	(856,876)	(79,376)
Other Financing Sources				
Transfer in:				
General Fund	420,000	777,500	855,086	77,586
Net Change in Fund Balances	0	0	(1,790)	(1,790)
Fund Balance				
Beginning of year	2,000	1,790	1,790	
End of year	\$ 2,000	\$ 1,790	\$ 0	\$ (1,790)

ENTERPRISE FUNDS

Utilities Fund - To account for electricity and gas services to the residents of the City of Houma and gas services to certain outlying areas of Terrebonne Parish. All activities necessary to provide such services are accounted for in the Fund, including, but not limited to, administration, operations, constructions, maintenance, financing and related debt service, billing and collection.

Sewerage Fund - To account for all activities necessary to provide sewer services to Terrebonne Parish, including, but not limited to, operations, construction and maintenance charges.

Civic Center Fund - To account for all activities necessary for the Houma – Terrebonne Civic Center, including, but not limited to, the administration, operations, maintenance and marketing.

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
UTILITIES FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Revenues from sales and service charges	\$ 37,251,280	\$ 37,228,180	\$ 43,809,548	\$ 6,581,368
Other operating revenues	505,000	528,100	554,530	26,430
Total operating revenue	37,756,280	37,756,280	44,364,078	6,607,798
Operating Expenses				
Personal services	3,452,864	3,261,530	2,682,736	578,794
Supplies and materials	435,675	429,600	278,877	150,723
Other services and charges	4,418,581	4,615,990	4,042,539	573,451
Energy purchases	24,565,000	24,565,000	30,736,512	(6,171,512)
Depreciation	2,326,000	2,326,000	2,371,604	(45,604)
Total operating expenses	35,198,120	35,198,120	40,112,268	(4,914,148)
Operating income	2,558,160	2,558,160	4,251,810	1,693,650
Non-Operating Revenues (Expenses)				
Investment income	847,850	847,850	199,029	(648,821)
Other non-operating revenues	17,500	17,500	25,264	7,764
Interest and fiscal charges	(430,465)	(430,465)	(517,230)	(86,765)
Other non-operating expenses	(9,041)	(9,041)	(21,245)	(12,204)
Total non-operating revenues (expenses)	425,844	425,844	(314,182)	(740,026)
Income before transfers	2,984,004	2,984,004	3,937,628	953,624
Transfer To Other Funds				
General Fund	(2,320,982)	(2,320,982)	(2,320,982)	
Change in Net Assets	663,022	663,022	1,616,646	953,624
Net Assets				
Beginning of year	57,649,107	57,519,400	57,519,400	
End of year	\$ 58,312,129	\$ 58,182,422	\$ 59,136,046	\$ 953,624

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
SEWERAGE FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Revenues from sales and service charges	\$ 4,314,000	\$ 4,314,000	\$ 4,415,481	\$ 101,481
Other operating revenues	76,400	76,400	108,644	32,244
Total operating revenue	4,390,400	4,390,400	4,524,125	133,725
Operating Expenses				
Personal services	1,852,911	1,824,911	1,585,231	239,680
Supplies and materials	291,488	291,488	246,742	44,746
Other services and charges	2,090,757	2,118,757	2,261,002	(142,245)
Depreciation	1,903,500	1,903,500	1,945,284	(41,784)
Total operating expenses	6,138,656	6,138,656	6,038,259	100,397
Operating loss	(1,748,256)	(1,748,256)	(1,514,134)	234,122
Non-Operating Revenues				
Investment income	157,445	157,445	87,641	(69,804)
Other non-operating revenues			2,018	2,018
Intergovernmental			21,749	21,749
Total non-operating revenues	157,445	157,445	111,408	(46,037)
Loss before transfers	(1,590,811)	(1,590,811)	(1,402,726)	188,085
Transfers From Other Funds				
Grant Fund			28,398	28,398
Capital Projects Fund			387,754	387,754
Total transfers			416,152	416,152
Change in Net Assets	(1,590,811)	(1,590,811)	(986,574)	604,237
Net Assets				
Beginning of year	60,534,043	62,726,080	62,726,080	
End of year	\$ 58,943,232	\$ 61,135,269	\$ 61,739,506	\$ 604,237

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
CIVIC CENTER FUND

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Revenues from sales and service charges	\$ 639,000	\$ 639,000	\$ 698,867	\$ 59,867
Other operating revenues			1,386	1,386
Total operating revenues	639,000	639,000	700,253	61,253
Operating Expenses				
Personal services	810,352	810,352	765,243	45,109
Supplies and materials	190,087	190,087	227,434	(37,347)
Other services and charges	619,047	619,047	661,852	(42,805)
Depreciation	579,593	579,593	576,793	2,800
Total operating expenses	2,199,079	2,199,079	2,231,322	(32,243)
Operating loss	(1,560,079)	(1,560,079)	(1,531,069)	29,010
Non-Operating Revenues				
Investment income	15,000	15,000	8,158	(6,842)
Intergovernmental	88,000	88,000	109,618	21,618
Total non-operating revenues	103,000	103,000	117,776	14,776
Loss before transfers	(1,457,079)	(1,457,079)	(1,413,293)	43,786
Transfers From Other Funds				
General Fund	717,000	717,000	717,000	
Change in Net Assets	(740,079)	(740,079)	(696,293)	43,786
Net Assets				
Beginning of year	18,550,763	18,158,539	18,158,539	
End of year	\$ 17,810,684	\$ 17,418,460	\$ 17,462,246	\$ 43,786

INTERNAL SERVICE FUNDS

Insurance Control Fund - The Insurance Control Fund is maintained by the Parish to account for the Risk Management Department, including, but not limited to, liability administration, safety claims loss control, billing to the various funds and the payment of insurance premiums for general liability, automobile and workmen's compensation coverage. This fund is also used to account for the monies held in claims accounts for the self-insured portion of each claim in connection with the above coverages.

Group Health Insurance Fund - The Group Health Insurance Fund is maintained by the Parish to account for benefits administration, billings to the various funds and payment of insurance premiums for group health and dental coverage.

Human Resources Fund - The Human Resources Fund is used to account for the personnel services offered to all divisions/departments of the Parish including but not limited to administration, training and unemployment claims.

Centralized Purchasing Fund - The Centralized Purchasing Fund is maintained by the Parish to account for the allocation of various funds for the cost of operating the Purchasing Department.

Information Systems Fund - The Information Systems Fund is maintained by the Parish to account for the allocation to various funds for the cost of operating the Information Systems Department.

Centralized Fleet Maintenance Fund - The Centralized Fleet Maintenance Fund is maintained by the Parish to account for the allocation to various funds for the cost of operating the Fleet Maintenance Department.

**COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS**

Terrebonne Parish Consolidated Government

December 31, 2003

	Insurance Control Fund	Group Health Insurance Fund	Human Resources Fund	Centralized Purchasing Fund	Information Systems Fund	Centralized Fleet Maintenance Fund	Total
ASSETS							
Current							
Cash and cash equivalents	\$ 4,182,067	\$ 1,373,109	\$ 254,809	\$ 140,373		\$ 73,318	\$ 6,023,676
Investments	3,432,701	968,689	100,699				4,502,089
Receivables (net, where applicable of allowances for uncollectibles)	47,304	121,902	2,379	897	\$ 4,245	14	176,741
Due from other funds	1,405,550	879,852	167,170	469,557	855,120	659,520	4,436,769
Due from other governmental units	40,192	39,719	8,055	336	1,590		89,892
Due from component units	85,029	9,289			204		94,522
Inventories				995,646		24,540	1,020,186
Other current assets - prepaid insurance	701,489						701,489
Total current assets	9,894,332	3,392,560	533,112	1,606,809	861,159	757,392	17,045,364
Capital assets							
Miscellaneous equipment and buildings	100,674		318,766	301,672	589,682	329,039	1,639,833
Less accumulated depreciation	(65,243)		(88,514)	(137,145)	(340,703)	(276,984)	(908,589)
Net capital assets	35,431		230,252	164,527	248,979	52,055	731,244
Total assets	9,929,763	3,392,560	763,364	1,771,336	1,110,138	809,447	17,776,608
LIABILITIES							
Current							
Accounts payable and accrued expenses	6,812,673	1,979,396	16,357	84,094	29,530	36,253	8,958,303
Due to other funds	1,586,035	198,803	345,473	1,453,284	837,825	649,842	5,071,262
Due to other governmental units	749		2,497				3,246
Due to component units	4,204						4,204
Compensated absences payable	16,395		12,162	20,855	41,626	19,026	110,064
Total current liabilities	8,420,056	2,178,199	376,489	1,558,233	908,981	705,121	14,147,079
Noncurrent liabilities							
Compensated absences payable	8,581		7,047		18,450	24,462	58,540
Total liabilities	8,428,637	2,178,199	383,536	1,558,233	927,431	729,583	14,205,619
NET ASSETS							
Invested in capital assets, net of related debt	35,431		230,252	164,527	248,979	52,055	731,244
Unrestricted	1,465,695	1,214,361	149,576	48,576	(66,272)	27,809	2,839,745
Total net assets	\$ 1,501,126	\$ 1,214,361	\$ 379,828	\$ 213,103	\$ 182,707	\$ 79,864	\$ 3,570,989

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Insurance Control Fund	Group Health Insurance Fund	Human Resources Fund	Centralized Purchasing Fund	Information Systems Fund	Centralized Fleet Maintenance Fund	Total
Operating Revenues							
Premiums	\$ 4,980,257	\$ 10,551,553					\$ 15,531,810
Revenues from service charges			\$ 572,558	\$ 711,792	\$ 1,015,001	\$ 688,386	2,987,737
Total operating revenues	4,980,257	10,551,553	572,558	711,792	1,015,001	688,386	18,519,547
Operating Expenses							
Insurance premiums	2,345,279	1,090,747					3,436,026
Claims	4,060,701	8,989,444	26,266				13,076,411
Personal services	448,157		261,307	470,102	866,725	488,721	2,535,012
Supplies and materials	21,702		16,258	19,487	13,690	54,806	125,943
Other services and charges	148,214	261,822	126,580	100,314	64,585	95,868	797,383
Repairs and maintenance	751		365	9,302	1,050	6,912	18,380
Depreciation	11,151		23,252	21,755	80,634	14,342	151,134
Allocated expenses - services performed:							
For other departments	(113,682)						(113,682)
By other departments	89,885	227,962	64,257	30,837	14,968	10,476	438,385
Total operating expenses	7,012,158	10,569,975	518,285	651,797	1,041,652	671,125	20,464,992
Operating income (loss)	(2,031,901)	(18,422)	54,273	59,995	(26,651)	17,261	(1,945,445)
Non-Operating Revenues							
Investment income	84,548	21,607	5,347	1,092	935	828	114,357
Income (loss) before transfers	(1,947,353)	3,185	59,620	61,087	(25,716)	18,089	(1,831,088)
Transfers From Other Funds							
General Fund		1,000,000					1,000,000
Change in Net Assets	(1,947,353)	1,003,185	59,620	61,087	(25,716)	18,089	(831,088)
Net Assets							
Beginning of year	3,448,479	211,176	320,208	152,016	208,423	61,775	4,402,077
End of year	\$ 1,501,126	\$ 1,214,361	\$ 379,828	\$ 213,103	\$ 182,707	\$ 79,864	\$ 3,570,989

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Insurance Control Fund	Group Health Insurance Fund	Human Resources Fund	Centralized Purchasing Fund	Information Systems Fund	Centralized Fleet Maintenance Fund	Total
Cash Flows From Operating Activities							
Cash received from interfund services provided	\$ 4,354,087	\$ 9,689,010	\$ 586,824	\$ 2,430,144	\$ 914,242	\$ 633,240	\$ 18,607,547
Cash payments to suppliers	(3,802,812)	(10,540,491)	(122,369)	(1,799,121)	144,320	(481,300)	(16,601,773)
Cash payments to employees for services and benefits	(443,564)		(282,980)	(479,810)	(859,533)	(140,111)	(2,205,998)
Net cash provided by (used for) operating activities	107,711	(851,481)	181,475	151,213	199,029	11,829	(200,224)
Cash Flows from Noncapital Financing Activities							
Transfers from other funds		1,000,000					1,000,000
Cash Flows from Capital and Related Financing Activities							
Acquisition and construction of capital assets	(1,181)		(63,742)	(11,968)	(199,964)	(4,274)	(281,129)
Cash Flows from Investing Activities							
Purchases of investments	(4,729,941)	(963,523)	(100,000)				(5,793,464)
Maturities of investments	4,999,477	374,953	67,956				5,442,386
Investment income	122,619	18,795	4,948	1,128	935	828	149,253
Net cash provided by (used for) investing activities	392,155	(569,775)	(27,096)	1,128	935	828	(201,825)
Net Increase (Decrease) in Cash and Cash Equivalents	498,685	(421,256)	90,637	140,373	0	8,383	316,822
Cash and Cash Equivalents							
Beginning of year	3,683,382	1,794,365	164,172	0	0	64,935	5,706,854
End of year	\$ 4,182,067	\$ 1,373,109	\$ 254,809	\$ 140,373	\$ 0	\$ 73,318	\$ 6,023,676
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:							
Operating income (loss)	\$ (2,031,901)	\$ (18,422)	\$ 54,273	\$ 59,995	\$ (26,651)	\$ 17,261	\$ (1,945,445)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:							
Depreciation and amortization	11,151		23,252	21,755	80,634	14,342	151,134
(Increase) decrease in assets:							
Receivables	24,279	12,139	(1,785)	(933)	(708)	15	33,007
Due from other funds	(733,519)	(879,852)	16,976	(85,101)	(99,410)	156,638	(1,624,268)
Inventory				203,339		18,569	221,908
Due from State of Louisiana	309						309
Due from other local governmental units	54,108	14,459	(1,043)	428	(437)	6,793	74,308
Due from component units	(85,029)	(9,289)			(204)		(94,522)
Other assets	(649,022)						(649,022)
Increase (decrease) in liabilities:							
Accounts payable and accrued expenses	2,134,884	15,859	(29,282)	26,992	(26,704)	11,838	2,133,587
Due to other funds	1,399,160	13,625	117,325	(68,639)	271,039	(218,592)	1,513,918
Due to State of Louisiana	(1,232)		(1,577)	(1,425)	(2,650)	(1,475)	(8,359)
Due to other local governmental units	(23,185)					(216)	(23,401)
Due to component units	4,204						4,204
Compensated absences payable	3,504		3,336	(5,198)	4,120	6,656	12,418
Total adjustments	2,139,612	(833,059)	127,202	91,218	225,680	(5,432)	1,745,221
Net cash provided by (used for) operating activities	\$ 107,711	\$ (851,481)	\$ 181,475	\$ 151,213	\$ 199,029	\$ 11,829	\$ (200,224)
Noncash Operating, Capital and Related Financing Activities							
Net increase (decrease) in fair value of investments	\$ (26,650)	\$ 3,194	\$ 458				\$ (22,998)
Total noncash activities	\$ (26,650)	\$ 3,194	\$ 458				\$ (22,998)

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
INSURANCE CONTROL FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Premiums	\$ 5,119,150	\$ 5,119,150	\$ 4,980,257	\$ (138,893)
Operating Expenses				
Insurance premiums	2,319,858	2,319,858	2,345,279	(25,421)
Claims	3,000,000	3,000,000	4,060,701	(1,060,701)
Personal services	457,748	457,748	448,157	9,591
Supplies and materials	40,350	40,350	21,702	18,648
Other services and charges	246,112	246,112	148,214	97,898
Repairs and maintenance	2,700	2,700	751	1,949
Depreciation	11,214	11,214	11,151	63
Allocated expenditures - services performed:				
For other departments	(105,440)	(105,440)	(113,682)	8,242
By other departments	85,220	85,220	89,885	(4,665)
Total operating expenses	6,057,762	6,057,762	7,012,158	954,396
Operating loss	(938,612)	(938,612)	(2,031,901)	(1,093,289)
Non-Operating Revenues				
Investment income	110,000	110,000	84,548	(25,452)
Change in Net Assets	(828,612)	(828,612)	(1,947,353)	(1,118,741)
Net Assets				
Beginning of year	1,353,806	3,448,479	3,448,479	
End of year	\$ 525,194	\$ 2,619,867	\$ 1,501,126	\$ (1,118,741)

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
GROUP HEALTH INSURANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Premiums	\$ 9,617,711	\$ 10,547,711	\$ 10,551,553	\$ 3,842
Operating Expenses				
Insurance premiums	1,042,192	1,042,192	1,090,747	(48,555)
Claims	8,151,083	10,081,083	8,989,444	1,091,639
Other services and charges	275,136	275,136	261,822	13,314
Allocated expenditures - services performed by other departments	200,300	200,300	227,962	(27,662)
Total operating expenses	9,668,711	11,598,711	10,569,975	1,028,736
Operating loss	(51,000)	(1,051,000)	(18,422)	1,032,578
Non-Operating Revenues				
Investment income	51,000	51,000	21,607	(29,393)
Income (loss) before transfers	0	(1,000,000)	3,185	1,003,185
Transfers From Other Funds				
General Fund		1,000,000	1,000,000	
Change in Net Assets	0	0	1,003,185	1,003,185
Net Assets				
Beginning of year	0	211,176	211,176	
End of year	\$ 0	\$ 211,176	\$ 1,214,361	\$ 1,003,185

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
HUMAN RESOURCES FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Revenues from service charges	\$ 550,000	\$ 550,000	\$ 572,558	\$ 22,558
Operating Expenses				
Claims	50,000	50,000	26,266	23,734
Personal services	267,412	267,412	261,307	6,105
Supplies and materials	43,154	123,316	16,258	107,058
Other services and charges	142,955	142,955	126,580	16,375
Repairs and maintenance	5,500	5,500	365	5,135
Depreciation	20,000	20,000	23,252	(3,252)
Allocated expenses - services performed: By other departments	51,135	51,135	64,257	(13,122)
Total operating expenses	580,156	660,318	518,285	142,033
Operating income (loss)	(30,156)	(110,318)	54,273	164,591
Non-Operating Revenues				
Investment income	8,242	8,242	5,347	(2,895)
Change in Net Assets	(21,914)	(102,076)	59,620	161,696
Net Assets				
Beginning of year	123,187	320,208	320,208	
End of year	\$ 101,273	\$ 218,132	\$ 379,828	\$ 161,696

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
CENTRALIZED PURCHASING FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Revenues from service charges	\$ 700,951	\$ 700,951	\$ 711,792	\$ (10,841)
Operating Expenses				
Personal services	484,238	484,238	470,102	14,136
Supplies and materials	24,250	24,250	19,487	4,763
Other services and charges	105,405	105,405	100,314	5,091
Repairs and maintenance	15,100	15,100	9,302	5,798
Depreciation	23,300	23,300	21,755	1,545
Allocated expenses - services performed by other departments	32,300	32,300	30,837	1,463
Total operating expenses	684,593	684,593	651,797	32,796
Operating income	16,358	16,358	59,995	43,637
Non-Operating Revenues				
Investment income	5	5	1,092	1,087
Change in Net Assets	16,363	16,363	61,087	44,724
Net Assets				
Beginning of year	170,096	152,016	152,016	
End of year	\$ 186,459	\$ 168,379	\$ 213,103	\$ 44,724

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
INFORMATION SYSTEMS FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Revenues from service charges	\$ 1,236,474	\$ 1,236,474	\$ 1,015,001	\$ (221,473)
Operating Expenses				
Personal services	965,432	965,432	866,725	98,707
Supplies and materials	57,247	57,247	13,690	43,557
Other services and charges	162,101	162,101	64,585	97,516
Repairs and maintenance	8,700	8,700	1,050	7,650
Depreciation	52,000	52,000	80,634	(28,634)
Allocated expenses - services performed by other departments	13,150	13,150	14,968	(1,818)
Total operating expenses	1,258,630	1,258,630	1,041,652	216,978
Operating loss	(22,156)	(22,156)	(26,651)	(4,495)
Non-Operating Revenues				
Investment income	4,600	4,600	935	(3,665)
Change in Net Assets	(17,556)	(17,556)	(25,716)	(8,160)
Net Assets				
Beginning of year	312,890	208,423	208,423	
End of year	\$ 295,334	\$ 190,867	\$ 182,707	\$ (8,160)

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
CENTRALIZED FLEET MAINTENANCE FUND**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating Revenues				
Revenues from service charges	\$ 603,103	\$ 603,103	\$ 688,386	\$ 85,283
Operating Expenses				
Personal services	485,521	482,821	488,721	(5,900)
Supplies and materials	37,700	37,700	54,806	(17,106)
Other services and charges	76,132	76,132	95,868	(19,736)
Repairs and maintenance	8,400	8,400	6,912	1,488
Depreciation	6,347	14,402	14,342	60
Allocated expenses - services performed by other departments	8,900	8,900	10,476	(1,576)
Total operating expenses	623,000	628,355	671,125	(42,770)
Operating income (loss)	(19,897)	(25,252)	17,261	42,513
Non-Operating Revenues				
Investment income	5	5	828	(823)
Change in Net Assets	(19,892)	(25,247)	18,089	43,336
Net Assets				
Beginning of year	64,053	61,775	61,775	
End of year	\$ 44,161	\$ 36,528	\$ 79,864	\$ 43,336

FIDUCIARY FUND TYPES

Agency Funds

Houma Community Mineral Lease Fund - To account for royalties from the production of oil and natural gas from certain properties within the City of Houma limits and the distribution of the royalties to participating property owners on an annual basis.

Marshal Trust Fund - To account for the collection of garnishments and seizures and the subsequent disbursement to the appropriate parties (less a collection fee paid to the Parish).

Pension Trust Funds

Police Pension and Relief Fund and Firemen's Pension and Relief Fund - To account for the accumulation of resources to be used for retirement payments to policemen and firemen (hired prior to January 1, 1980) at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Public Safety Fund in amounts determined by the Parish Council.

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS

Terrebonne Parish Consolidated Government

December 31, 2003

	<u>Houma Community Mineral Lease Fund</u>	<u>Marshal's Trust Fund</u>	<u>Total</u>
Assets			
Cash and cash equivalents	\$ 170,161	\$ 34,288	\$ 204,449
Receivables (net, where applicable of allowances for uncollectibles)-other	<u>42,455</u>	<u> </u>	<u>42,455</u>
Total assets	<u>\$ 212,616</u>	<u>\$ 34,288</u>	<u>\$ 246,904</u>
Liabilities			
Accounts payable		\$ 34,288	\$ 34,288
Due to property owners	<u>\$ 212,616</u>	<u> </u>	<u>212,616</u>
Total liabilities	<u>\$ 212,616</u>	<u>\$ 34,288</u>	<u>\$ 246,904</u>

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PENSION TRUST FUNDS

Terrebonne Parish Consolidated Government

December 31, 2003

	<u>Police Pension and Relief Fund</u>	<u>Firemen's Pension and Relief Fund</u>	<u>Total</u>
Assets			
Cash and cash equivalents	\$ 7,001	\$ 227,977	\$ 234,978
Investments, at fair value:			
Louisiana Asset Management Pool	909,134	1,379,281	2,288,415
U.S. Government Securities		<u>133,276</u>	<u>133,276</u>
Total assets	<u>916,135</u>	<u>1,740,534</u>	<u>2,656,669</u>
Liabilities			
Due to participants/services		<u>63,640</u>	<u>63,640</u>
Net Assets			
Held in trust for pension benefits	<u>\$ 916,135</u>	<u>\$ 1,676,894</u>	<u>\$ 2,593,029</u>

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION TRUST FUNDS

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	<u>Police Pension and Relief Fund</u>	<u>Firemen's Pension and Relief Fund</u>	<u>Total</u>
Additions			
Contributions - employer	\$ 101,539	\$ 228,200	\$ 329,739
Investments income	9,989	29,810	39,799
Other		264	264
	<u>111,528</u>	<u>258,274</u>	<u>369,802</u>
Deductions			
Benefits	190,068	193,361	383,429
Administrative expenses:			
Professional fees	5,205	8,158	13,363
Insurance		250	250
Other	434	25	459
	<u>195,707</u>	<u>201,794</u>	<u>397,501</u>
Change in net assets	(84,179)	56,480	(27,699)
Net Assets Held in Trust for Pension Benefits			
Beginning of year	<u>1,000,314</u>	<u>1,620,414</u>	<u>2,620,728</u>
End of year	<u>\$ 916,135</u>	<u>\$ 1,676,894</u>	<u>\$ 2,593,029</u>

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS**Terrebonne Parish Consolidated Government**

For the year ended December 31, 2003

	Balance January 1, 2003	Additions	Deductions	Balance December 1, 2003
Houma Community Mineral Lease				
Assets				
Cash and cash equivalents	\$ 113,640	\$ 252,997	\$ 196,476	\$ 170,161
Receivables (net, where applicable of allowances for uncollectibles) - other	22,634	42,455	22,634	42,455
Total assets	<u>\$ 136,274</u>	<u>\$ 295,452</u>	<u>\$ 219,110</u>	<u>\$ 212,616</u>
Liabilities				
Due to property owners	<u>\$ 136,274</u>	<u>\$ 255,268</u>	<u>\$ 178,926</u>	<u>\$ 212,616</u>
Marshal's Trust Fund				
Assets				
Cash and cash equivalents	<u>\$ 44,918</u>	<u>\$ 626,463</u>	<u>\$ 637,093</u>	<u>\$ 34,288</u>
Liabilities				
Accounts payable	<u>\$ 44,918</u>	<u>\$ 626,463</u>	<u>\$ 637,093</u>	<u>\$ 34,288</u>
Totals - All Agency Funds				
Assets				
Cash and cash equivalents	\$ 158,558	\$ 879,460	\$ 833,569	\$ 204,449
Receivables (net, where applicable of allowances for uncollectibles) - other	22,634	42,455	22,634	42,455
Total assets	<u>\$ 181,192</u>	<u>\$ 921,915</u>	<u>\$ 856,203</u>	<u>\$ 246,904</u>
Liabilities				
Accounts payable	\$ 44,918	\$ 626,463	\$ 637,093	\$ 34,288
Due to property owners	136,274	255,268	178,926	212,616
Total liabilities	<u>\$ 181,192</u>	<u>\$ 881,731</u>	<u>\$ 816,019</u>	<u>\$ 246,904</u>



**CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS**

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE (1)

Terrebonne Parish Consolidated Government

December 31, 2003

Governmental funds capital assets	
Land	\$ 4,660,548
Buildings	37,653,499
Infrastructure	6,561,885
Equipment	44,056,961
Construction in progress	<u>48,723,089</u>
Total governmental funds capital assets	<u>\$ 141,655,982</u>
Investment in governmental funds capital assets by source:	
General fund	\$ 15,028,577
Special revenue funds	38,479,436
Enterprise funds	378,904
Capital projects funds	87,750,036
Internal service funds	<u>19,029</u>
Total governmental funds capital assets	<u>\$ 141,655,982</u>

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the statement of net assets.

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY (1)**

Terrebonne Parish Consolidated Government

December 31, 2003

Function and Activity	Land	Buildings	Infrastructure	Equipment	Totals	
					December 31, 2003	December 31, 2002
General government:						
Parish council				\$ 127,513	\$ 127,513	\$ 108,411
Parish council staff				118,331	118,331	111,752
Legislative - other				625	625	625
City court				62,028	62,028	62,028
District court				68,194	68,194	65,798
Clerk of court				56,292	56,292	56,292
Judicial - other				1,068	1,068	1,068
Parish president				174,696	174,696	165,071
Registrar of voters				24,323	24,323	7,734
Finance				309,329	309,329	279,761
Customer service	\$ 155,000			279,096	434,096	435,731
Purchasing		\$ 82,153		54,650	136,803	136,803
Risk management				51,608	51,608	51,608
Human resources				24,720	24,720	24,720
Information systems				837,575	837,575	837,575
Planning and zoning				423,101	423,101	436,019
General government land and building	774,997	14,196,791		288,827	15,260,615	15,195,710
Grant administration	166,688	918,122		2,669,972	3,754,782	3,537,892
City Marshal's office				291,271	291,271	259,565
Total general government	1,096,685	15,197,066		5,863,219	22,156,970	21,774,163
Public safety:						
Emergency 911				2,000	2,000	2,000
OEP				253,037	253,037	248,663
Police protection	1,281	1,460,839		1,899,262	3,361,382	3,156,651
Fire protection	91,504	1,035,529		5,538,435	6,665,468	5,912,373
Parish prisoners	275,000	14,167,585		903,258	15,345,843	15,227,538
Total public safety	367,785	16,663,953		8,595,992	25,627,730	24,547,225
Streets and drainage:						
Public works	130,001	113,705		782,731	1,026,437	967,598
Parking meter administration				3,156	3,156	3,156
Parish transportation	12,391				12,391	12,391
Roads	282,907	335,443	\$ 970,686	2,823,273	4,412,309	3,696,719
Drainage	332,414	1,363,721	5,389,559	21,856,326	28,942,020	24,137,968
Total streets and drainage	757,713	1,812,869	6,360,245	25,465,486	34,396,313	28,817,832
Sanitation:						
Sewerage collection				750	750	750
Animal shelter		51,057		145,362	196,419	142,270
Recycling				4,144	4,144	4,144
Landfill	1,127,067	304,139		2,815,253	4,246,459	4,211,563
Total sanitation	1,127,067	355,196		2,965,509	4,447,772	4,358,727
Health and welfare:						
Coroner		411,457		118,881	530,338	519,458
Public health center	84,000	940,952		105,377	1,130,329	1,127,329
Mental health		277,484			277,484	
Agriculture extension service				14,591	14,591	14,591
Total health and welfare	84,000	1,629,893		238,849	1,952,742	1,661,378

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY (1)**

Terrebonne Parish Consolidated Government

December 31, 2003

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Infrastructure</u>	<u>Equipment</u>	<u>Totals</u>	
					<u>December 31, 2003</u>	<u>December 31, 2002</u>
Culture and recreation:						
Parks and recreation				\$ 177,103	\$ 177,103	\$ 175,784
Camps and workshops				1,667	1,667	1,667
Softball				2,710	2,710	2,710
Baseball				1,697	1,697	1,697
Special Olympics				8,775	8,775	4,721
Museum		\$ 1,309,188		24,405	1,333,593	1,332,296
Auditoriums	\$ 59,164	670,629		120,557	850,350	847,921
Non-district recreation	144,660		\$ 201,640	430,061	776,361	748,104
Darsey Park		4,888		57,845	62,733	62,733
Gyms and fields				13,432	13,432	13,432
Grand Bois Park		9,817		44,038	53,855	44,038
Arts and humanity				32,710	32,710	32,710
Library				1,690	1,690	1,690
Total culture and recreation	<u>203,824</u>	<u>1,994,522</u>	<u>201,640</u>	<u>916,690</u>	<u>3,316,676</u>	<u>3,269,503</u>
Economic development and assistance:						
Waterway and ports	<u>1,023,474</u>			<u>11,216</u>	<u>1,034,690</u>	<u>1,034,690</u>
Total governmental funds capital assets allocated to functions	<u>\$ 4,660,548</u>	<u>\$ 37,653,499</u>	<u>\$ 6,561,885</u>	<u>\$ 44,056,961</u>	92,932,893	85,463,518
Construction in progress					<u>48,723,089</u>	<u>42,913,829</u>
Total governmental funds capital assets					<u>\$ 141,655,982</u>	<u>\$ 128,377,347</u>

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the statement of net assets.

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY (1)**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

<u>Function and Activity</u>	<u>Governmental Funds Capital Assets January 1, 2003</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Governmental Funds Capital Assets December 31, 2003</u>
General government:					
Parish council	\$ 108,411	\$ 19,102			\$ 127,513
Parish council staff	111,752	6,579			118,331
Legislative - other	625				625
City court	62,028				62,028
District court	65,798	2,396			68,194
Clerk of court	56,292				56,292
Judicial - other	1,068				1,068
Parish president	165,071	12,849		\$ (3,224)	174,696
Registrar of voters	7,734	16,589			24,323
Finance	279,761	29,568			309,329
Customer service	435,731	10,431	\$ 12,066		434,096
Purchasing	136,803				136,803
Risk management	51,608				51,608
Human resources	24,720				24,720
Information systems	837,575				837,575
Planning and zoning	436,019			(12,918)	423,101
General government land and building	15,195,710	64,905			15,260,615
Grant administration	3,537,892	213,666		3,224	3,754,782
City Marshal's office	259,565	31,706			291,271
Total general government	21,774,163	407,791	12,066	(12,918)	22,156,970
Public safety:					
Emergency 911	2,000				2,000
OEP	248,663	4,374			253,037
Police protection	3,156,651	221,877	17,146		3,361,382
Fire protection	5,912,373	753,095			6,665,468
Parish prisoners	15,227,538	118,305			15,345,843
Total public safety	24,547,225	1,097,651	17,146		25,627,730
Streets and drainage:					
Public works	967,598	58,839			1,026,437
Parking meter administration	3,156				3,156
Parish transportation	12,391				12,391
Roads	3,696,719	358,171		357,419	4,412,309
Drainage	24,137,968	1,052,339		3,751,713	28,942,020
Total streets and drainage	28,817,832	1,469,349		4,109,132	34,396,313
Sanitation:					
Sewerage collection	750				750
Animal shelter	142,270	54,149			196,419
Recycling	4,144				4,144
Landfill	4,211,563	34,896			4,246,459
Total sanitation	4,358,727	89,045			4,447,772
Health and welfare:					
Coroner	519,458	10,880			530,338
Public health center	1,127,329	3,000			1,130,329
Mental health unit				277,484	277,484
Agriculture extension service	14,591				14,591
Total health and welfare	1,661,378	13,880		277,484	1,952,742

Continued

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY (1)

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

<u>Function and Activity</u>	<u>Governmental Funds Capital Assets January 1, 2003</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Governmental Funds Capital Assets December 31, 2003</u>
Culture and recreation:					
Parks and recreation	\$ 175,784		\$ 11,599	\$ 12,918	\$ 177,103
Camps and workshops	1,667				1,667
Softball	2,710				2,710
Baseball	1,697				1,697
Special Olympics	4,721	\$ 4,054			8,775
Museum	1,332,296	1,297			1,333,593
Auditoriums	847,921	2,429			850,350
Non-district recreation	748,104	28,257			776,361
Darscy Park	62,733				62,733
Gyms and fields	13,432				13,432
Grand Bois Park	44,038	9,817			53,855
Arts and humanity	32,710				32,710
Library	1,690				1,690
Total culture and recreation	3,269,503	45,854	11,599	12,918	3,316,676
Economic development and assistance:					
Waterway and ports	1,034,690				1,034,690
Total general capital assets allocated to functions	85,463,518	3,123,570	40,811	4,386,616	92,932,893
Construction in progress	42,913,829	10,524,852	4,391,306	(324,286)	48,723,089
Total governmental funds capital assets	\$ 128,377,347	\$ 13,648,422	\$ 4,432,117	\$ 4,062,330	\$ 141,655,982

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the statement of net assets.

OTHER SUPPLEMENTARY INFORMATION SECTION

**UNIFORM FINANCIAL REPORTING STANDARDS FOR PUBLIC HOUSING AUTHORITIES -
FINANCIAL DATA SCHEDULES**

Terrebonne Parish Consolidated Government

December 31, 2003

	Section 8 Rental Voucher 14.871		
	Fund	GASB 34 Adjustments	Statement of Net Assets
ASSETS			
Current			
Cash:			
Cash - unrestricted	\$ 194,524		\$ 194,524
Cash - other restricted	2,911		2,911
Total cash	<u>197,435</u>		<u>197,435</u>
Accounts Receivable:			
Accounts receivable - HUD other projects	165,774		165,774
Accounts receivable - miscellaneous	650		650
Fraud recovery	17,801		17,801
Total receivables, net of allowances for doubtful accounts	<u>184,225</u>		<u>184,225</u>
Total current assets	<u>381,660</u>		<u>381,660</u>
Noncurrent assets			
Capital Assets:			
Furniture, equipment and machinery - administration, net of accumulated depreciation		\$ 6,163	6,163
Total assets	<u>\$ 381,660</u>	<u>6,163</u>	<u>387,823</u>
LIABILITIES			
Current			
Accounts payable < 90 days	\$ 4,356		4,356
Accrued wage/payroll taxes payable	3,408		3,408
Deferred revenue	16,421		16,421
Accrued liabilities - other	118,013		118,013
Total current liabilities	<u>142,198</u>		<u>142,198</u>
Noncurrent liabilities			
Accrued compensated absences		4,608	4,608
Noncurrent liabilities - other	2,911		2,911
Total noncurrent liabilities	<u>2,911</u>	<u>4,608</u>	<u>7,519</u>
Total liabilities	<u>145,109</u>	<u>4,608</u>	<u>149,717</u>
FUND BALANCE/NET ASSETS			
Fund balance			
Undesignated	236,551	(236,551)	
Total liabilities and fund balance	<u>\$ 381,660</u>		
Net assets			
Invested in capital assets		6,163	6,163
Unrestricted		231,943	231,943
Total net assets		<u>\$ 238,106</u>	<u>\$ 238,106</u>

**UNIFORM FINANCIAL REPORTING STANDARDS FOR PUBLIC HOUSING AUTHORITIES -
FINANCIAL DATA SCHEDULES**

Terrebonne Parish Consolidated Government

For the year ended December 31, 2003

	Section 8 Rental Voucher 14.871		
	Fund	GASB 34 Adjustments	Statement of Activities
Revenues			
HUD PHA grants	\$ 2,334,773		\$ 2,334,773
Investment income - unrestricted	956		956
Fraud recovery	8,618		8,618
Total revenues	<u>2,344,347</u>		<u>2,344,347</u>
Expenses			
Administrative:			
Administrative salaries	113,933		113,933
Auditing fees	4,967		4,967
Compensated absences		\$ 1,214	1,214
Employee benefit contributions	58,078		58,078
Other operating - administrative	43,915	(2,731)	41,184
Utilities:			
Electricity	4,910		4,910
Ordinary maintenance and operations:			
Ordinary maintenance and operations - contract costs	2,177		2,177
General expenses:			
Insurance premiums	2,163		2,163
Other general expenses	1,566		1,566
Total operating expenses	<u>231,709</u>	<u>(1,517)</u>	<u>230,192</u>
Excess Operating Revenue Over Operating Expenses	<u>2,112,638</u>	<u>1,517</u>	<u>2,114,155</u>
Housing assistance payments	2,020,642		2,020,642
Depreciation expense		3,242	3,242
Total	<u>2,020,642</u>	<u>3,242</u>	<u>2,023,884</u>
Total expenses	<u>2,252,351</u>	<u>1,725</u>	<u>2,254,076</u>
Excess of Operating Revenue Over Expenses	<u>\$ 91,996</u>	<u>(91,996)</u>	
Change in Net Assets		<u>\$ 90,271</u>	<u>90,271</u>
Calculations from R/E Statement			90,271
B/S Line 513			<u>238,106</u>
			<u>\$ 147,835</u>

SCHEDULE OF COMPENSATION PAID TO COUNCIL**Terrebonne Parish Consolidated Government**

For the year ended December 31, 2003

TERREBONNE PARISH COUNCIL

Included in legislative expenditures of the General Fund is the compensation of the members of the Parish Council. In accordance with State of Louisiana Statutes, the Parish has elected the monthly payment method of compensation in lieu of per diem payments. Under this method, the Chairman of the Parish Council received \$1,188 per month and each of the Council members received \$1,056 per month.

	<u>Salary</u>
Ray B. Boudreaux, Jr.	\$ 12,813
Joseph B. Breaux, Jr.	12,764
Christa M. Duplantis	12,667
Daniel D. Henry	12,667
Harold F. Lapeyre	12,667
Joseph Rhodes	13,037
Wayne J. Thibodeaux	12,667
Alvin Tillman	12,667
Clayton Voisin	<u>14,700</u>
Total	<u>\$ 116,649</u>

SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT - UTILITIES FUND**Terrebonne Parish Consolidated Government**

December 31, 2003

	Annual Depreciation Rate	Balance January 1, 2003	Additions	Deletions	December 31, 2003		
					Balance	Accumulated Depreciation	Net Book Value
Electric System							
Land		\$ 45,405			\$ 45,405		\$ 45,405
Plant and improvements	2% - 20%	33,284,521	\$ 52,898		33,337,419	\$ 27,477,248	5,860,171
Construction in progress		4,155,998	2,368,236	\$ (4,519,841)	2,004,393		2,004,393
Distribution system	2% - 20%	35,689,769	5,393,759		41,083,528	21,962,553	19,120,975
Total electric		<u>73,175,693</u>	<u>7,814,893</u>	<u>(4,519,841)</u>	<u>76,470,745</u>	<u>49,439,801</u>	<u>27,030,944</u>
Gas Distribution System							
Gas distribution system	4% - 20%	17,591,963	598,165		18,190,128	6,939,993	11,250,135
Construction in progress		399,738	395,734		795,472		795,472
Total gas		<u>17,991,701</u>	<u>993,899</u>		<u>18,985,600</u>	<u>6,939,993</u>	<u>12,045,607</u>
Miscellaneous Equipment							
Land		65,211			65,211		65,211
Miscellaneous equipment	4% - 20%	4,046,405	42,647		4,089,052	3,039,907	1,049,145
Construction in progress		0			0		
Total miscellaneous		<u>4,111,616</u>	<u>42,647</u>		<u>4,154,263</u>	<u>3,039,907</u>	<u>1,114,356</u>
Totals		<u>\$ 95,279,010</u>	<u>\$ 8,851,439</u>	<u>\$ (4,519,841)</u>	<u>\$ 99,610,608</u>	<u>\$ 59,419,701</u>	<u>\$ 40,190,907</u>





STATISTICAL SECTION



GENERAL GOVERNMENTAL EXPENDITURES (3)

Terrebonne Parish Consolidated Government

Last Ten Years

(UNAUDITED)

<u>Year</u>	<u>Total</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Streets and Drainage</u>	<u>Sanitation</u>
1994	48,383,371	5,688,433	8,047,061	10,630,738	5,892,889
1995	50,171,832	6,630,567	9,174,353	9,006,101	4,632,572
1996	56,296,603	10,207,498	10,966,254	8,827,826	4,440,587
1997	61,381,456	11,250,035	10,825,872	10,310,537	5,248,331
1998	82,382,197	9,926,145	12,153,460	11,772,743	6,367,425
1999	76,671,772	11,858,332	13,242,473	11,762,806	7,853,528
2000	78,998,496	10,334,285	13,402,892	11,817,445	9,272,663
2001	83,166,580	13,500,167	15,343,410	13,098,808	11,022,079
2002	84,956,635	12,446,779	15,300,815	13,108,373	12,801,801
2003	95,881,339	13,047,512	18,143,374	16,823,783	11,598,843

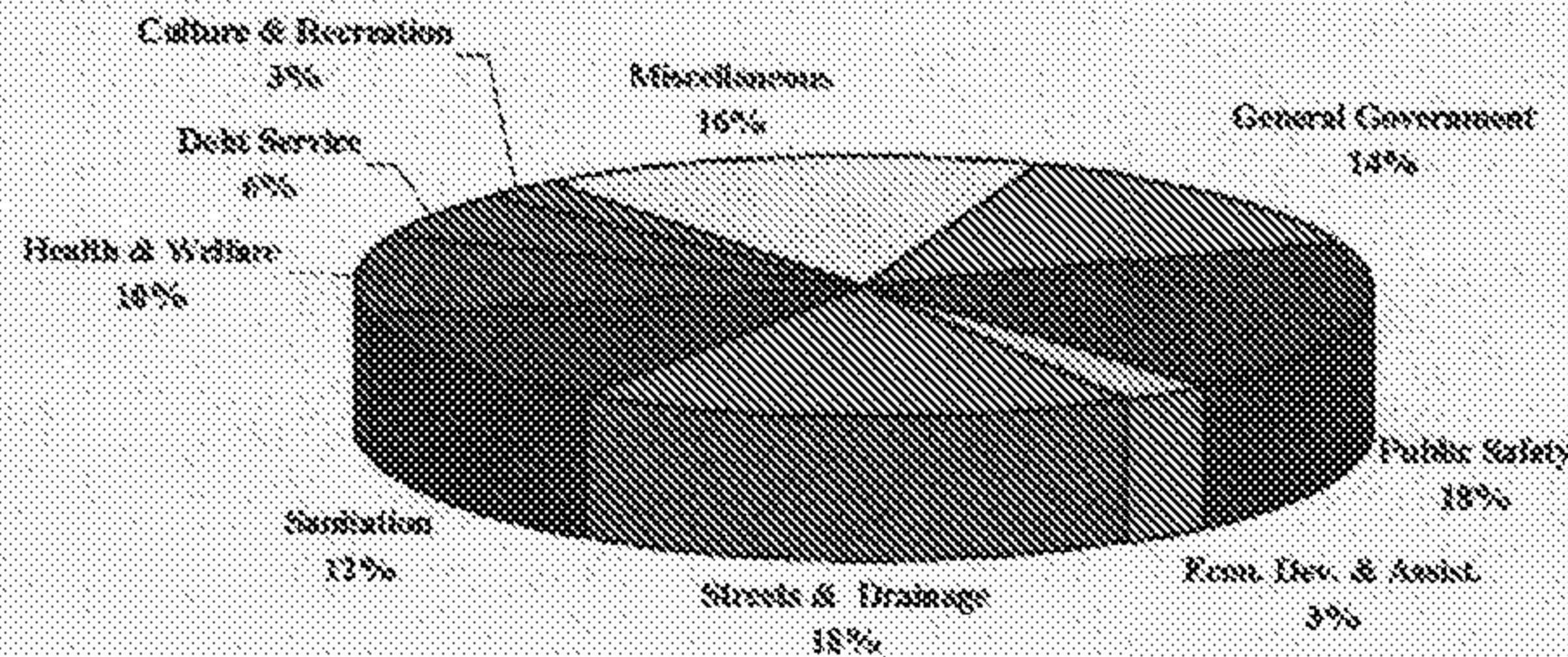
(1) The miscellaneous function is used for items which cannot be properly classified under the other nine functions.

(2) "Miscellaneous" includes capital outlay and intergovernmental.

(3) Includes all governmental fund types.

Source: Comprehensive Annual Financial Audit Report

Expenditures By Function for 2003



<u>Health and Welfare</u>	<u>Debt Service</u>	<u>Culture and Recreation</u>	<u>Education</u>	<u>Economic Development and Assistance</u>	<u>Miscellaneous (1)(2)</u>
3,831,211	2,856,456	1,465,460	20,151	2,247,484	7,904,288
3,726,512	3,187,822	1,901,660	21,577	3,882,096	8,018,592
3,815,614	4,303,438	1,992,288	21,493	1,744,084	9,828,326
4,131,792	3,460,650	2,239,791	24,161	1,683,137	11,937,160
4,770,277	11,185,282	2,342,134	24,124	2,944,371	21,002,236
4,843,820	2,920,968	2,555,855	23,247	2,869,498	18,741,248
6,081,498	3,513,679	2,551,890	33,143	3,917,446	18,083,449
7,223,749	3,701,950	2,515,736	29,627	2,796,264	12,964,800
7,550,774	4,472,180	2,520,886	27,172	2,583,114	13,094,659
9,352,043	5,477,175	2,543,813	29,422	2,952,985	15,253,389

GENERAL GOVERNMENTAL REVENUES BY SOURCE (2)

Terrebonne Parish Consolidated Government

Last Ten Years

(UNAUDITED)

Year	Total	Taxes	Licenses and Permits	Inter- governmental	Charges for Services	Fines and Forfeitures	Miscellaneous
1994 (1)	47,092,361	16,227,428	1,328,395	24,441,734	2,736,449	248,843	2,109,463
1995	60,735,719	31,174,791	1,373,448	20,548,029	3,238,039	247,498	4,183,914
1996	63,425,306	33,330,882	1,396,537	20,809,464	3,241,556	2,194,071 (3)	4,452,786
1997	65,155,513	35,883,791	1,457,339	17,294,126	3,404,055	2,366,915 (3)	4,769,287
1998	67,358,579	33,889,029	1,469,545	19,133,521	4,026,879	2,309,690 (3)	4,649,413
1999	66,023,816	35,076,201	1,556,702	18,263,608	4,007,998	2,505,487 (3)	4,522,828
2000	78,616,865	38,257,974	1,335,767	24,300,474	3,819,676	3,057,879 (3)	5,635,099
2001	76,941,018	39,372,173	1,407,571	23,199,358	4,263,916	3,727,994 (3)	4,963,003
2002	80,489,437	42,414,695	1,646,344	24,065,631	5,927,779	3,441,376 (3)	3,973,411
2003	84,550,959	45,851,875	1,905,473	25,631,906	5,218,347	3,308,302 (3)	2,615,054

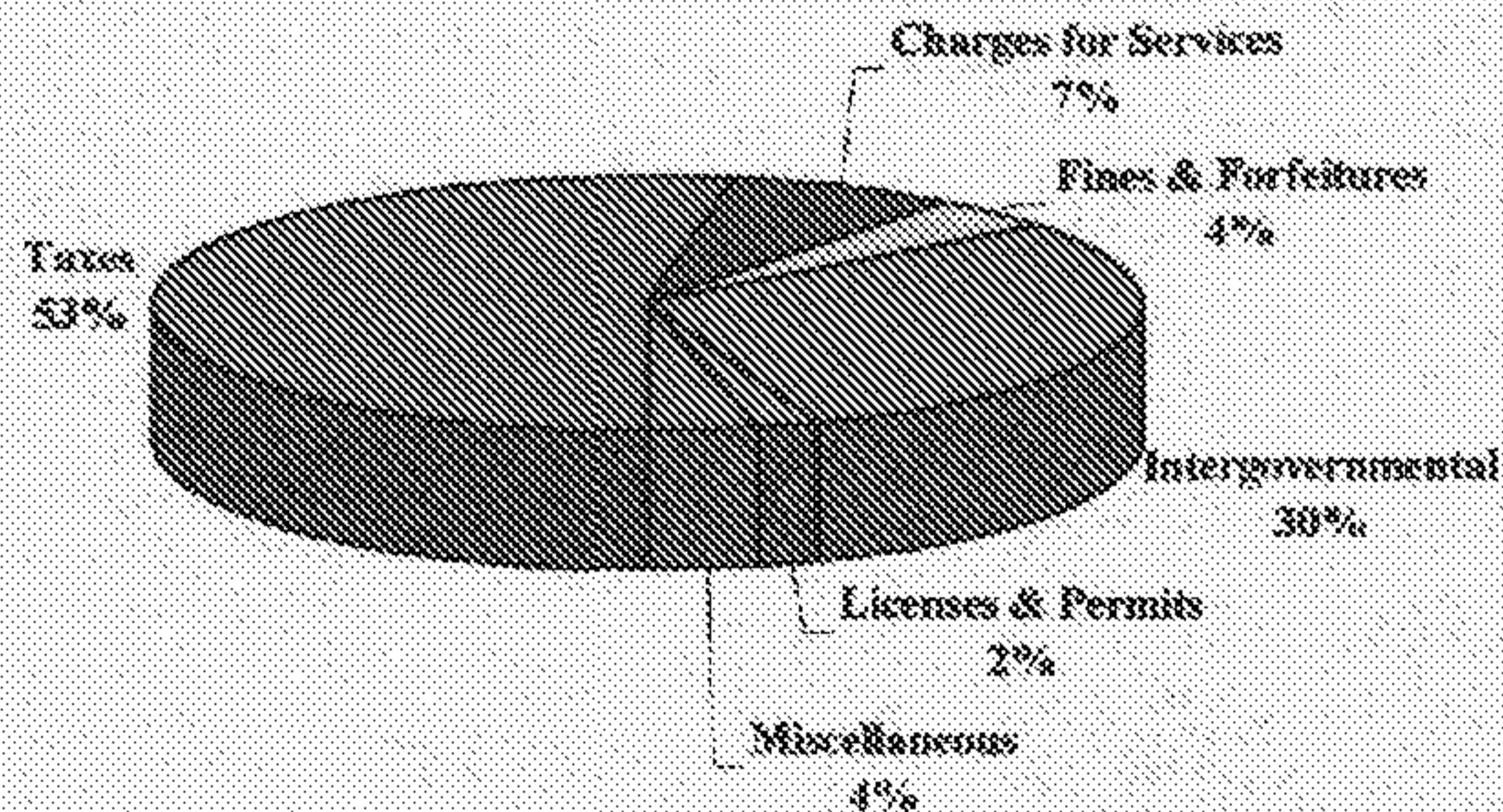
(1) In 1994, the Parish changed the method of recording ad valorem taxes. Taxes levied in this current year are recorded as revenue in the next year which is the year they were budgeted.

(2) Includes all governmental fund types.

(3) The Criminal Court Fund is shown in these years as a fund of the Parish.

Source: Comprehensive Annual Financial Audit Report

Revenues By Source for 2003



GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE (2)**Terrebonne Parish Consolidated Government**

Last Ten Years

(UNAUDITED)

<u>Year</u>	<u>Total</u>	<u>Ad Valorem Taxes</u>	<u>Sales & Use Taxes</u>	<u>Special Assessment Taxes</u>	<u>Other Taxes</u>
1994 (1)	16,227,428	146,486	15,383,064	205,463	492,415
1995	31,174,791	14,169,307	16,347,052	120,572	537,860
1996	33,330,882	14,329,069	18,042,085	237,201	722,527
1997	35,883,791	14,173,401	20,948,358	145,775	616,257
1998	35,889,029	13,872,243	21,262,235	106,047	648,504
1999	35,076,201	14,757,343	19,468,951	120,894	729,013
2000	38,267,974	15,999,943	21,404,802	131,761	731,468
2001	39,379,173	15,901,587	22,595,815	74,326	807,445
2002	42,414,696	16,977,979	24,527,064	49,251	860,402
2003	45,851,875	18,133,823	26,730,777	72,768	914,507

(1) In 1994, the Parish changed the method of recording ad valorem taxes. Taxes levied in the current year are recorded as revenue in the next year which is the year they were budgeted.

(2) Includes all governmental fund types.

Source: Comprehensive Annual Financial Audit Report

PROPERTY TAX LEVIES AND DELINQUENT TAX COLLECTIONS

Terrebonne Parish Consolidated Government

Last Ten Years

(UNAUDITED)

Year	Collection Year	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	(1) Delinquent Tax Collections	Total Tax Collections	Ratio of Total Collections to Tax Levy and Delinquent Tax Collections
1994 (2)	1995	14,118,166	13,972,637	98.85%	146,486	14,099,423	98.84%
1995	1996	14,266,096	14,052,002	98.50%	43,106	14,083,108	98.50%
1996	1997	14,069,491	13,857,969	98.30%	59,303	13,917,272	98.50%
1997	1998	13,842,518	13,757,133	99.30%	870	13,757,803	99.38%
1998	1999	14,711,238	14,014,881	95.27%	9,448	14,024,729	95.27%
1999	2000	15,419,182	15,297,611	98.95%	489,261	15,756,872	98.99%
2000	2001	16,679,676	14,818,497	92.16%	43,000	14,861,497	92.18%
2001	2002	17,360,969	16,331,611	94.07%	461,135	16,792,746	94.22%
2002	2003	18,181,341	18,006,402	99.15%	188,040	18,214,442	99.16%
2003	2004	19,629,881					

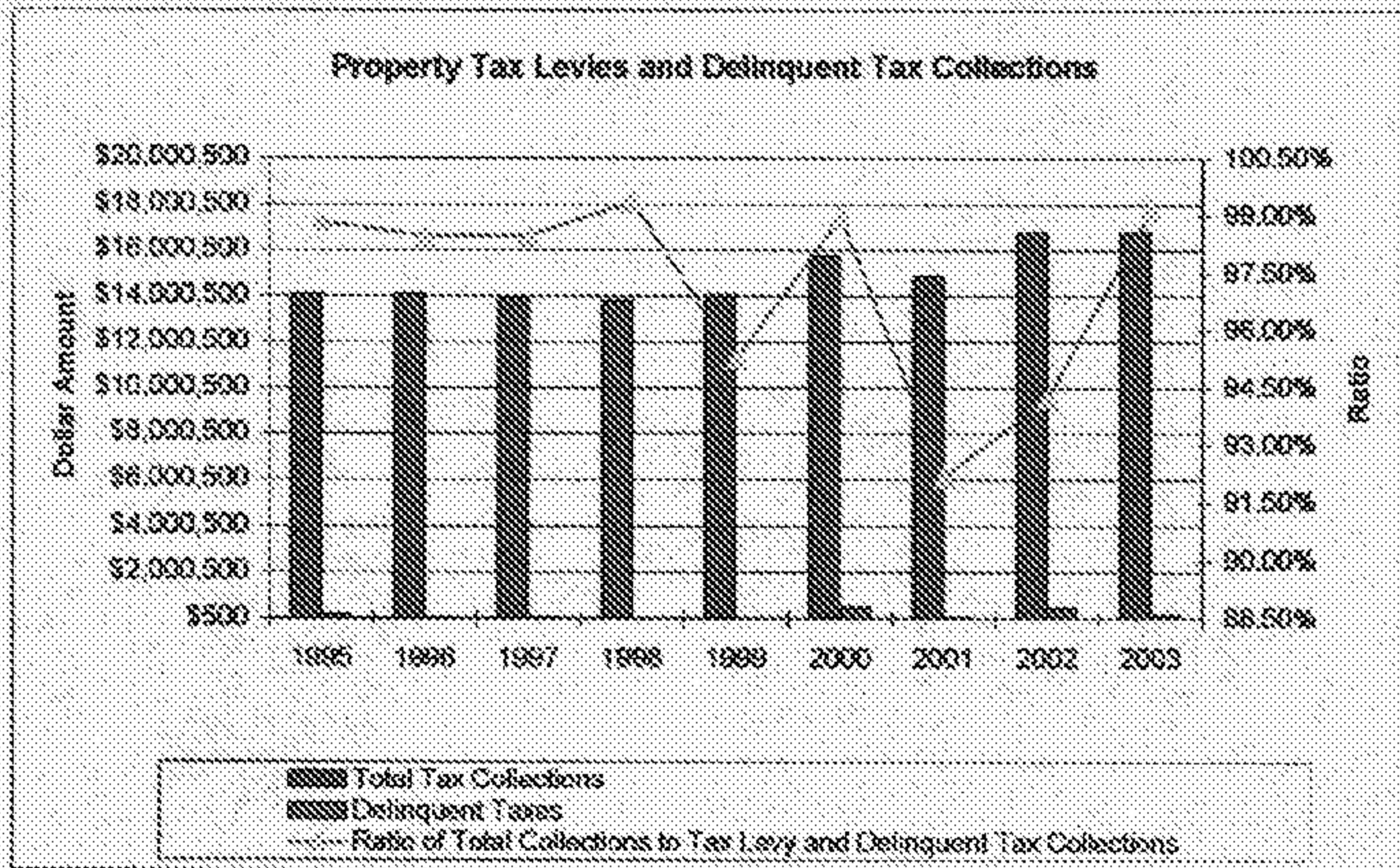
Total Tax Levy represents the taxpayer portion of the original levy of the Assessor. The amount to be paid by the taxpayer are ultimately collected in full except for those adjustments due to assessment error or delayed homestead exemptions.

For financial statement reporting, ad valorem taxes represent total tax levy plus delinquent tax collections.

(1) Delinquent taxes are collections corresponding to the levy year for 1993.

(2) In 1994 and subsequent years there was a change in the method of recording ad valorem taxes. Taxes levied in the current year are recorded as revenue in the next year which is the year they were budgeted by the Parish.

Source: Sheriff and Tax-Office Tax Collector's Grand Reconciliation of the Assessment Roll for the Parish of Terrebonne.



ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**Terrebonne Parish Consolidated Government**

Last Ten Years

(UNAUDITED)

<u>Year</u>	<u>Taxable Assessed Value</u>	<u>Homestead Exemptions</u>	<u>Assessed Value **</u>	<u>Estimated Actual Value</u>	<u>Ratio of Assessed Value to Estimated Actual Value*</u>
1994	264,582,325	91,870,360	356,452,685	2,822,190,753	12.63%
1995	273,545,325	94,694,955	368,240,280	2,924,051,057	12.59%
1996	284,627,220	99,088,555	383,715,775	3,067,438,793	12.51%
1997	293,471,500	102,373,480	395,844,980	3,161,301,850	12.52%
1998	312,754,147	106,223,565	418,977,712	3,351,030,950	12.50%
1999	329,561,315	113,539,890	443,101,205	3,360,444,317	13.19%
2000	361,567,645	131,856,605	493,424,250	4,053,982,347	12.17%
2001	382,600,250	135,668,170	518,268,420	4,247,917,830	12.20%
2002	400,366,940	141,038,005	541,404,945	4,454,713,187	12.15%
2003	425,904,635	145,170,545	571,075,180	4,701,861,933	12.15%

***Actual Valuation (Market Value) as computed to Assessed Valuation**

Residential properties are assessed at 10% of fair market value; other movable property excluding land are to be assessed at 15%; and public service properties excluding land are to be assessed at 25% of fair market value. The overall assessed value is estimated to be 15% of actual market value.

**** Exempt Properties Not Included**

Does not include exempt assessed valuations as follows:

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
(a) Real Estate and Improvements (Under 10 Year Exemption)	\$80,198,778	\$70,627,537	\$65,210,634	\$57,904,213
(b) Exempt Real Estate and Improvements	39,027,025	9,507,150	2,290,738	2,290,738
Total Exempt Properties	<u>\$119,225,803</u>	<u>\$80,134,687</u>	<u>\$67,501,372</u>	<u>\$60,194,951</u>

Source: Terrebonne Parish Assessor's Grand Recapitulations of the Assessment Roll for the Parish of Terrebonne.

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS (PER \$1,000 OF ASSESSED VALUE)**Terrebonne Parish Consolidated Government**

Last Ten Years

(UNAUDITED)

<u>Year</u>	<u>Operating</u>	<u>Debt Service</u>	<u>Total</u>	<u>School Board</u>	<u>Others</u>	<u>Total</u>
1994	275.09	32.79	307.88	20.57	11.86	340.31
1995	278.74	23.46	302.20	19.49	11.86	333.55
1996	280.22	19.29	299.51	19.23	11.48	330.22
1997	309.97	22.73	332.70	19.34	14.54	366.58
1998	317.18	16.75	333.93	18.74	14.43	367.10
1999	333.19	26.11	359.30	18.74	14.43	392.47
2000	296.86	22.66	319.52	17.29	14.43	351.24
2001	317.21	25.82	343.03	9.27	12.47	364.77
2002	321.90	35.11	357.01	9.27	12.47	378.75
2003	320.67	16.96	337.63	9.27	12.47	359.37

Source: Comprehensive Annual Financial Audit Report

PRINCIPAL TAXPAYERS

Terrebonne Parish Consolidated Government

December 31, 2003

(UNAUDITED)

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2002 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Texaco, Inc.	Oil & gas	\$14,451,180	2.53%
Bell South	Telephone utility	10,609,440	1.86%
Shell Pipeline Co.	Pipeline	7,376,130	1.29%
Transcontinental Gas Pipeline	Pipeline	7,319,150	1.28%
Tenneco Gas Pipeline Co.	Pipeline	7,079,360	1.24%
Entergy LA., Inc.	Electric utility	7,016,890	1.23%
The Offshore Co.	Offshore drilling	6,772,280	1.19%
Poseidon Oil Pipeline Co.	Pipeline	6,153,430	1.08%
Wal-Mart Stores	Retail	5,308,640	0.93%
William G. Helis Co., L.L.C.	Oil & gas	5,101,795	0.89%
	Totals	<u>\$77,188,295</u>	<u>13.52%</u>

Source: Terrebonne Parish Assessor's Office

SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS

Terrebonne Parish Consolidated Government

Last Ten Years

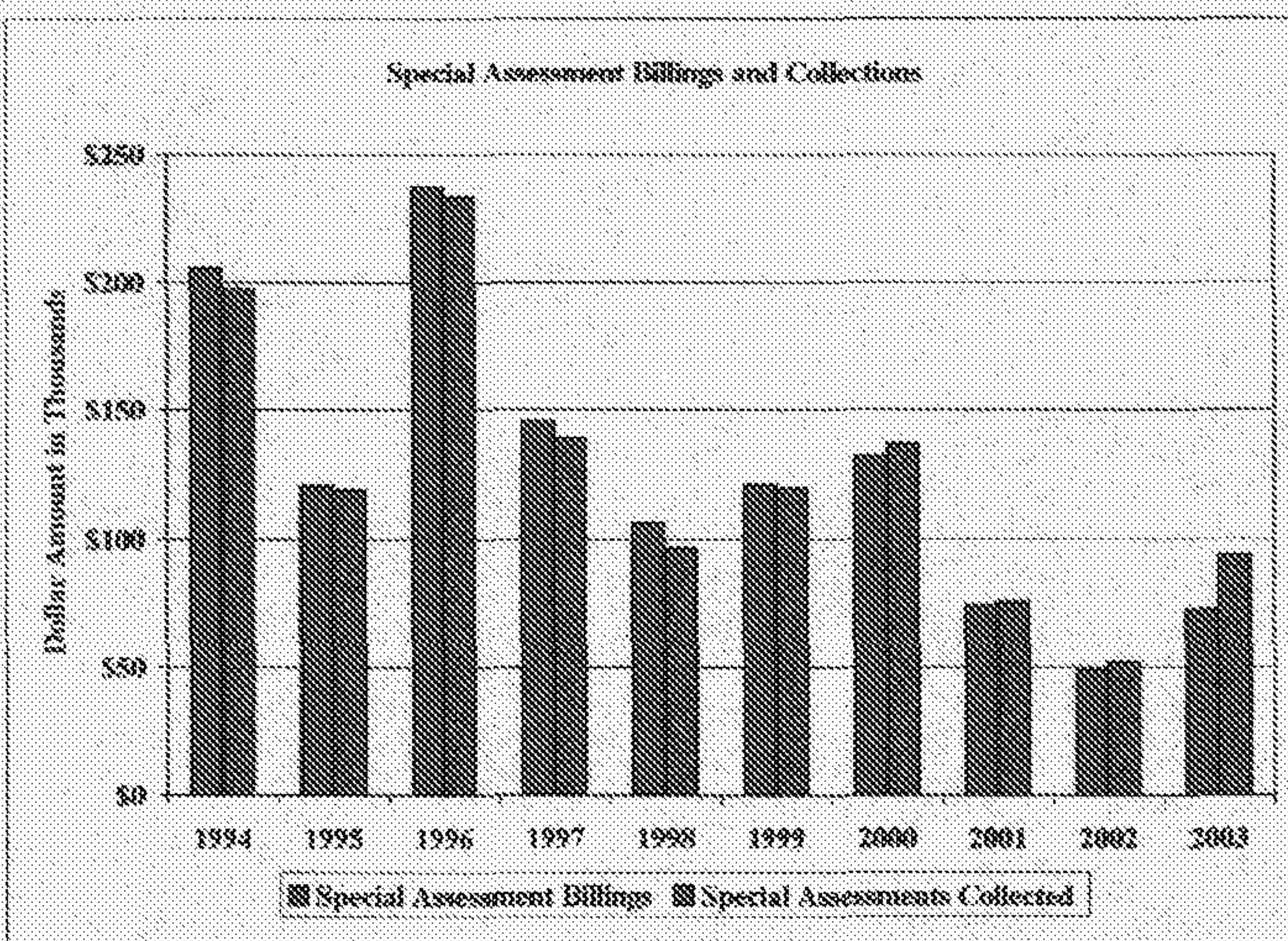
(UNAUDITED)

Year	Special Assessment Billings (1)	Special Assessments Collected (1)(2)
1994	205,403	197,624
1995	126,572	118,035
1996	237,201	233,773
1997	145,775	139,011
1998	106,047	96,286
1999	126,894	119,558
2000	131,761	136,528
2001	74,326	75,615
2002	49,251	51,725
2003	72,768	93,738

(1) Includes prepayments and foreclosures

(2) Includes delinquent collections.

Source: Finance Department Records



**COMPUTATION OF LEGAL DEBT MARGIN
AD VALOREM TAX BONDS**

Terrebonne Parish Consolidated Government

December 31, 2003

(UNAUDITED)

Purpose:	<u>Roads, Highways and Bridges</u>	<u>Drainage</u>
Assessed valuation	<u>\$ 571,075,180</u>	<u>\$ 571,075,180</u>
Debt limit. 10% of assessed value *	<u>\$ 57,107,518</u>	<u>\$ 57,107,518</u>
Less: Debt outstanding	3,785,000	3,315,000
Amounts held in sinking funds	<u>(625,159)</u>	<u>(501,924)</u>
Debt applicable to limitation	<u>3,159,841</u>	<u>2,813,076</u>
Legal debt margin	<u>\$ 53,947,677</u>	<u>\$ 54,294,442</u>

* Debt may be incurred up to a limit of 10% of assessed valuation for any one purpose.

Source: Comprehensive Annual Financial Audit Report

RATIO OF AD VALOREM TAX DEBT TO ASSESSED VALUE
AND NET AD VALOREM TAX DEBT TO ASSESSED VALUE

Terrebonne Parish Consolidated Government

Last Tax Year:

(UNAUDITED)

Year	Population (1)	Assessed Value (2)	Ad Valorem Tax Debt (3)	Less Debt Service Fund (4)	Net Ad Valorem Tax Debt	Ratio of Net Ad Valorem Tax Debt to Assessed Value	Net Ad Valorem Tax Debt per Capita
1994	99,548	356,452,688	4,805,000	1,534,798	3,250,202	0.91%	33
1995	100,483	368,240,280	7,910,000	1,859,324	6,010,676	1.63%	60
1996	101,760	383,713,775	10,033,000	1,361,228	8,673,772	2.26%	85
1997	101,760	395,844,988	9,600,000	1,230,910	8,369,090	2.11%	83
1998	103,964	418,977,712	9,343,000	1,166,871	8,078,129	1.93%	78
1999	104,317	443,101,305	8,850,000	1,075,077	7,794,923	1.76%	75
2000	104,503 (5)	423,424,250	8,445,000	1,070,118	7,374,882	1.75%	71
2001	105,323	518,282,428	18,870,000	989,825	17,880,175	3.45%	170
2002	105,935 (6)	541,404,945	15,805,000	1,054,712	14,710,288	2.72%	139
2003	106,823 (7)	571,075,180	14,155,000	1,138,075	13,026,325	2.28%	122

(1) Houma-Terrebonne Chamber of Commerce Estimate

(2) From Table 4

(3) Amount includes bonded debt payable from ad valorem taxes.

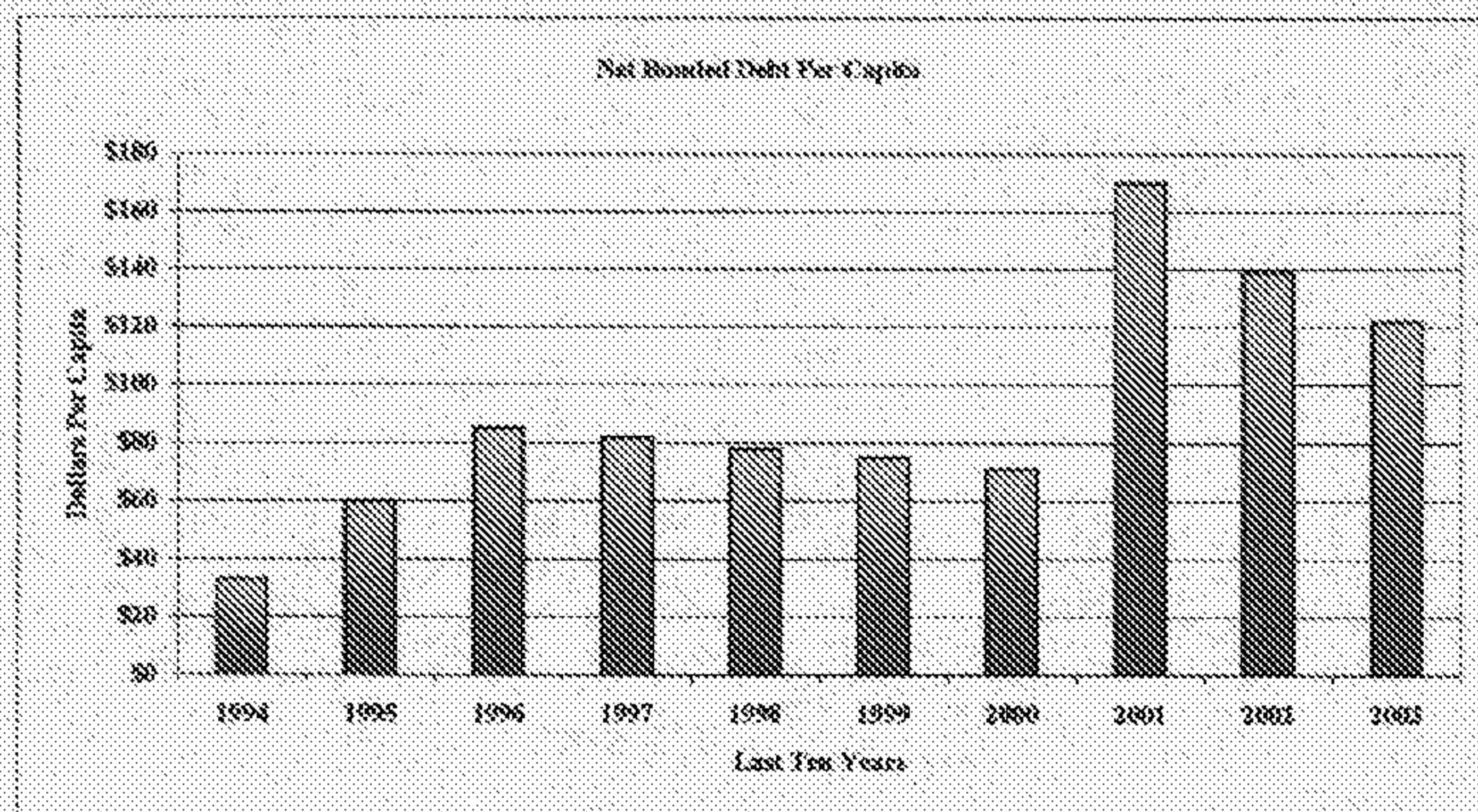
(4) Amount available for repayment of bonds payable from ad valorem taxes.

(5) 2000 U. S. Census

(6) Louisiana Department of Labor

(7) Louisiana Tech University, Research Division, College of Administration and Business

Source: Comprehensive Annual Financial Audit Report



**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
AD VALOREM TAX DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES**

Terrebonne Parish Consolidated Government

Last Ten Years

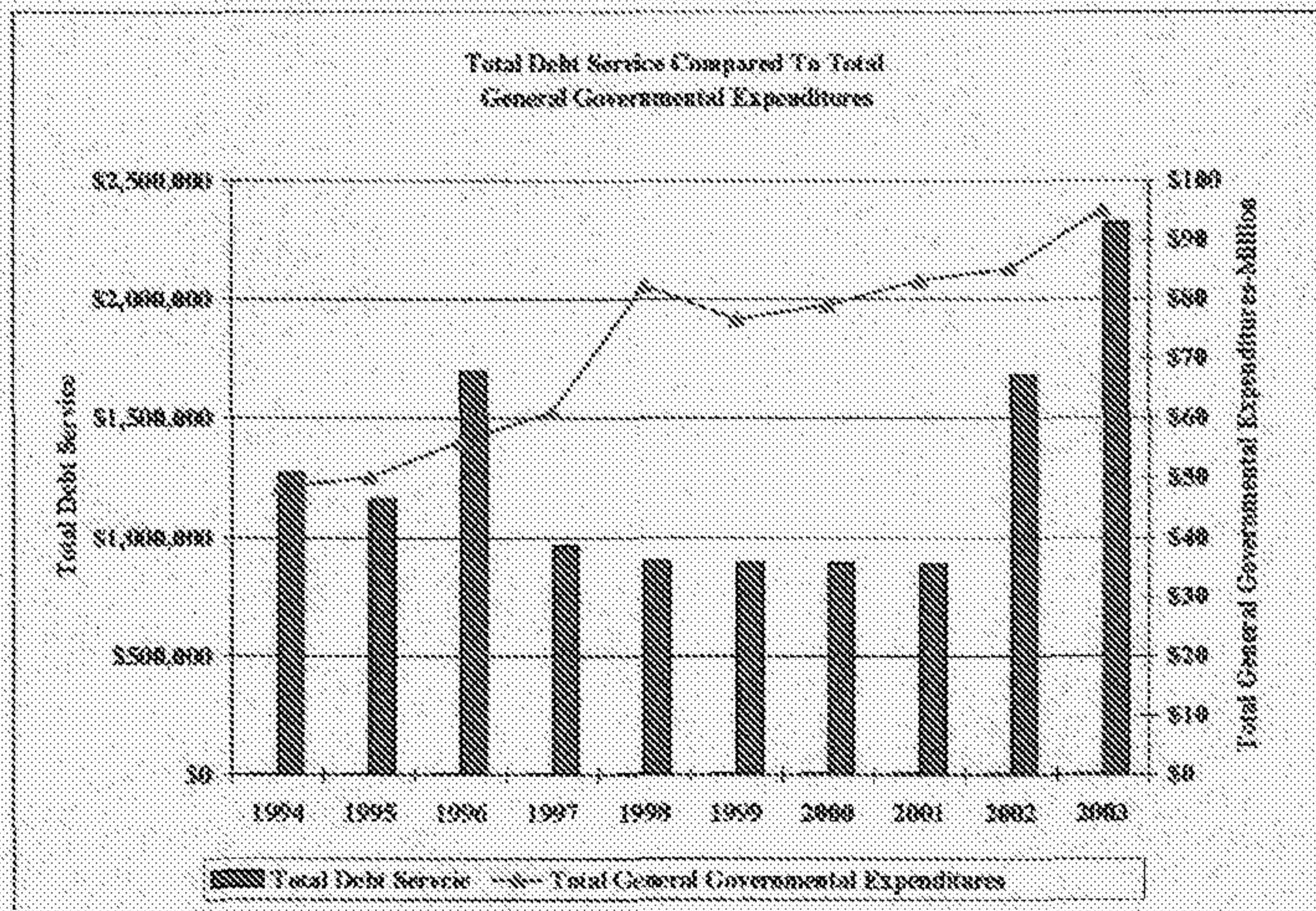
(UNAUDITED)

Year	Principal	Interest and Fiscal Charge	Total Debt Service (1)	Total General Governmental Expenditures (2)	Ratio of Debt Service to General Governmental Expenditures
1994	925,000	344,672	1,269,672	48,343,371	2.62%
1995	895,000	268,522	1,163,522	50,171,852	2.32%
1996	1,265,000	427,580	1,692,580	56,200,603	3.01%
1997	423,000	328,645	751,645	61,181,496	1.23%
1998	355,000	543,383	898,383	82,382,107	1.08%
1999	325,000	508,936	833,936	76,071,772	1.10%
2000	415,000	477,721	892,721	78,958,406	1.13%
2001	440,000	445,426	885,426	82,166,590	1.08%
2002	1,065,000	616,757	1,681,757	84,906,653	1.98%
2003	1,710,000	612,362	2,322,362	95,081,339	2.44%

(1) Total Debt Service includes bonded debt paid for by ad valorem taxes.

(2) From Table 1.

Source: Comprehensive Annual Financial Report



COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
AD VALOREM TAX BONDS

Terrebonne Parish Consolidated Government

December 31, 2003

(UNAUDITED)

<u>Jurisdiction</u>	<u>Ad Valorem Tax Debt Outstanding</u>	<u>Percentage Applicable to Government</u>	<u>Amount Applicable to Government</u>
Direct:			
Terrebonne Parish Consolidated Government (2)	\$ 14,155,000	100%	\$ 14,155,000
Overlapping:			
Terrebonne Parish School Board (1)	0	100%	0
Terrebonne Parish Sheriff (1)	<u>1,800,000</u>	<u>100%</u>	<u>1,800,000</u>
Total	<u>\$ 15,955,000</u>	<u>100%</u>	<u>\$ 15,955,000</u>

(1) The fiscal year of the Terrebonne Parish School Board and the Terrebonne Parish Sheriff end on June 30th. Overlapping debt is based on June 30, 2003 financial information.

(2) Excludes 1982 Jail General Obligation Bonds in the amount of \$12,195 that are not funded by Ad Valorem Taxes.

Source: Comprehensive Annual Financial Report and Terrebonne Parish School Board

SUMMARY OF UTILITY REVENUE BOND COVERAGE**Terrebonne Parish Consolidated Government**

Last Ten Years

(UNAUDITED)

Year	Change in Net Assets	Depreciation	Interest and Fiscal Charges	Available for Debt Service	Debt Service Requirements			Coverage
					Principal	Interest	Total	
1994	1,678,891	1,720,002	783,013 (1)	4,181,906	630,000	1,079,668	1,709,668	2.45
1995	4,436,280	1,803,691	738,180 (1)	6,978,151	655,000	1,051,318	1,706,318	4.09
1996	3,184,731	1,769,614	1,020,228	5,974,573	690,000	1,019,878	1,709,878	3.49
1997	4,574,159	1,716,941	985,728	7,276,828	720,000	985,378	1,705,378	4.27
1998	5,513,902	1,933,296	948,288	8,395,486	760,000	947,938	1,707,938	4.92
1999	5,208,715	2,127,485	907,248	8,243,448	800,000	906,898	1,706,898	4.83
2000	1,322,675 *	2,321,582	863,073	4,507,330	845,000	862,898	1,707,898	2.64
2001	175,634	2,476,251	816,103	3,467,988	890,000	815,578	1,705,578	2.03
2002	980,223	2,313,974	539,052	3,833,249	945,000	764,848	1,709,848	2.24
2003	1,616,646	2,371,604	517,230	4,505,480	1,000,000	710,038	1,710,038	2.63

(1) Interest paid less interest earned on bond investments are capitalized.

* Reflects the effects of a prior period adjustment recognized in 2001.

Source: Comprehensive Annual Financial Audit Report

DEMOGRAPHIC STATISTICS

Terrebonne Parish Consolidated Government

Last Ten Years

(UNAUDITED)

Year	Population (1)	Per Capita Income	Median Age	Public School Enrollment (5)	Average % Unemployment Terrebonne Parish (6)
1994	99,048	15,327 (3)	30.5 (4)	20,531	7.10 %
1995	100,485	16,614 (7)	30.8 (4)	20,600	6.70 %
1996	101,760	17,479 (7)	30.8 (6)	20,600	5.40 %
1997	102,197	19,397 (7)		21,988	4.30 %
1998	103,864	20,774 (7)		20,395	3.50 %
1999	104,317	20,107 (7)	34.1 (8)	18,959	4.20 %
2000	104,503 (9)	21,388 (7)	29.3 (2)	19,633	3.80 %
2001	105,123	23,564 (7)	33.9 (8)	19,257	3.80 %
2002	105,935 (6)	24,330 (7)	33.0 (8)	19,274	3.90 %
2003	106,823	24,330 (7)*	33.0 (10)	18,914	3.80 %

* Latest available 2003

Source: (1) Home-Terrebonne Chamber of Commerce

(2) University of New Orleans, Division of Business and Economic Research

(3) Bureau of Economic Analysis, Survey of Current Business and Louisiana Department of Research and Statistical Data

(4) Woods & Poole Economics, Inc., projections

(5) Terrebonne Parish School Board

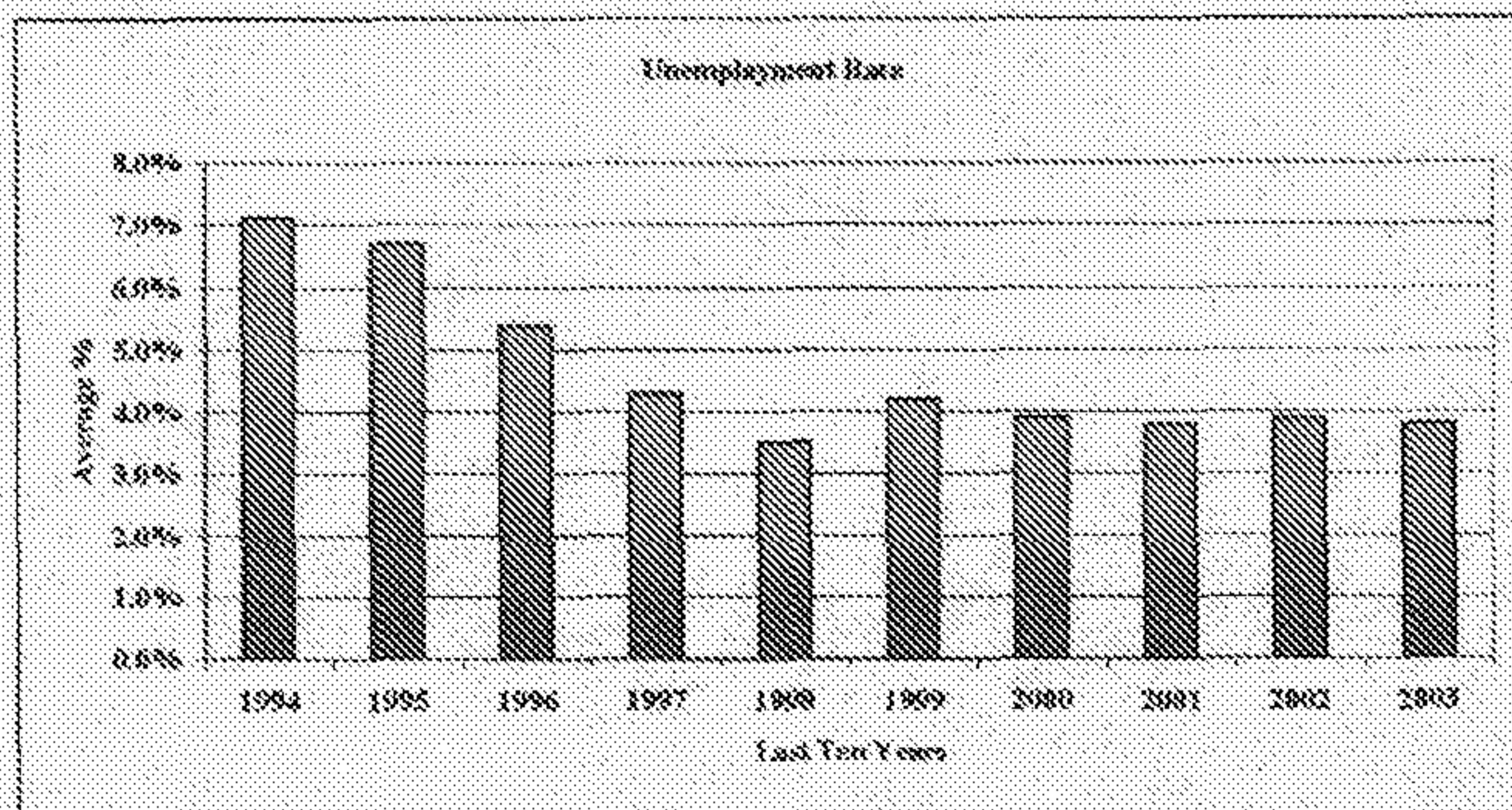
(6) Louisiana Department of Labor statistics

(7) U.S. Department of Commerce, Bureau of Economic Analysis

(8) Population Estimates Program, Population Division, U.S. Census Bureau

(9) 2000 U. S. Census

(10) Wikipedia



PROPERTY VALUE AND CONSTRUCTION

Terrebonne Parish Consolidated Government

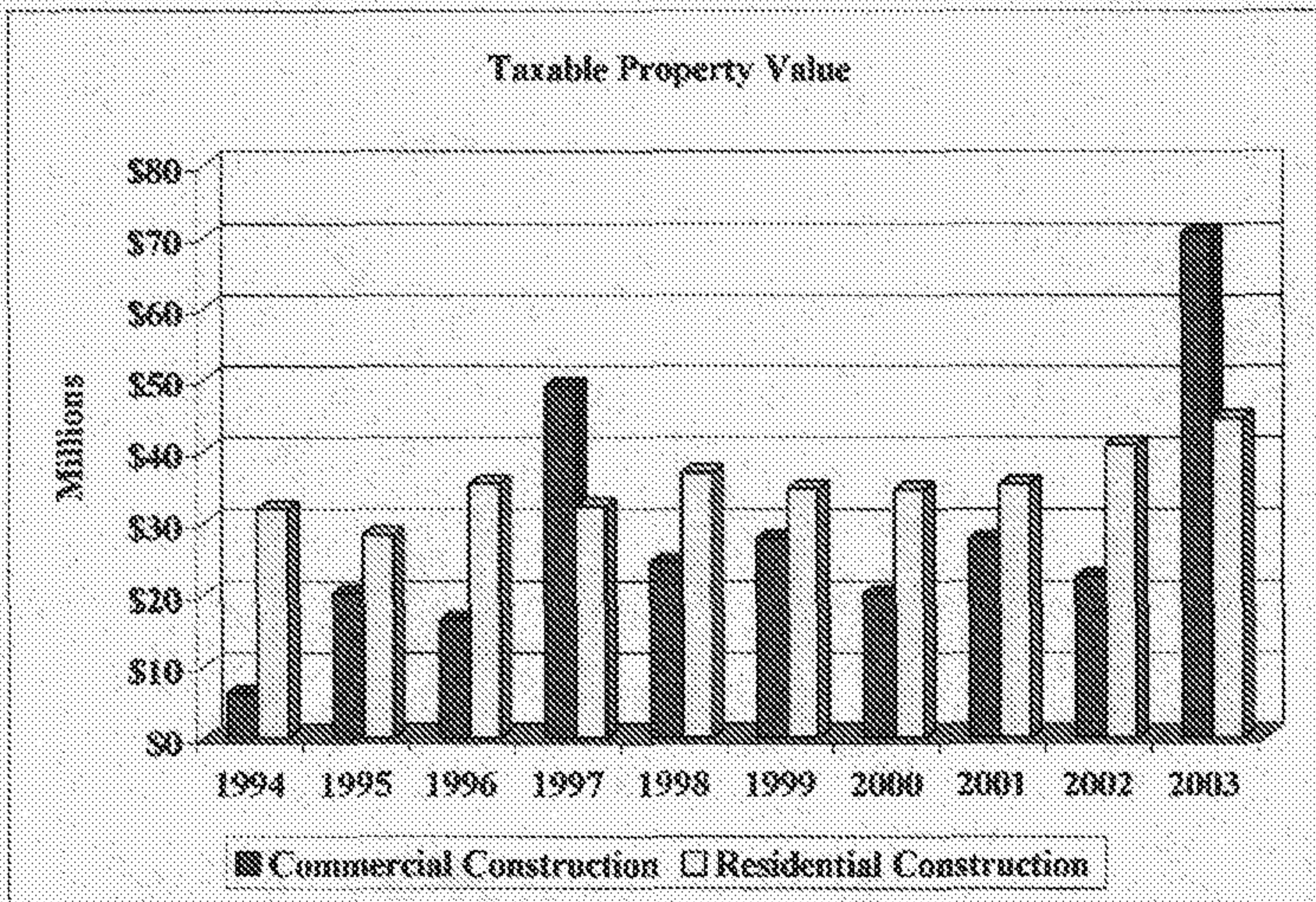
Last Ten Years

(UNCAIATED)

Year	Property Value (1) (2)				Commercial Construction (3)		Residential Construction (3)	
	Assessed Value of Land and Improvements	Assessed Value of All Other Properties	Exemptions	Total	Number of Units	Value	Number of Units	Value
1994	174,259,080	181,513,605	91,870,360	264,582,325	47	6,148,062	389	31,868,121
1995	184,782,915	183,457,365	94,604,955	273,545,325	60	20,197,922	474	38,376,039
1996	193,664,120	180,051,655	99,088,555	284,637,220	57	16,534,306	434	35,333,969
1997	198,422,555	197,422,423	102,373,480	293,471,500	67	49,156,715	395	32,300,753
1998	209,356,877	208,620,835	106,223,565	312,754,147	93	34,457,452	433	36,886,340
1999	223,451,645	219,649,560	113,539,800	329,561,315	77	27,782,613	407	34,760,902
2000	273,605,900	220,418,350	131,856,605	361,567,645	40	20,073,991	414	34,599,063
2001	284,912,085	234,256,335	135,688,170	382,600,250	82	27,736,995	433	35,428,006
2002	298,585,330	342,818,815	141,038,005	409,366,940	66	22,582,170	458	40,912,770
2003	313,298,300	257,778,680	145,170,545	425,904,635	91	70,655,197	513	44,649,603

Source:

- (1) Estimated actual values listed on Table 4
- (2) Terrebonne Parish Assessor's Grand Recapitulation of the Assessment Rolls
- (3) Terrebonne Parish Planning and Zoning, Permits and Inspections Department



MISCELLANEOUS STATISTICS**Terrebonne Parish Consolidated Government**

December 31, 2003

(UNAUDITED)

Description:

Terrebonne Parish has a total of 2,067 square miles - 987 square miles of land and 1,070 square miles of water. It is located in the south central portion of the state, bounded by the Gulf of Mexico on the south, Lafourche Parish on the north and east, and Assumption and St. Mary parishes on the west. Terrebonne Parish is in the 32nd Judicial District; 6th Supreme Court District; 20th Senatorial District; 3rd Congressional District; 5th Public Service Commission District and the 1st Circuit Court of Appeals, State of Louisiana.

Population:

	<u>1970 Census</u>	<u>1980 Census</u>	<u>1990 Census</u>	<u>2000 Census</u>
City of Houma	30,922	32,602	30,495	32,393
Urbanized Area		65,780	65,879	69,583
Terrebonne Parish	76,049	94,393	96,982	104,503

Population Characteristics:

74.1% White, 17.8% Black, 5.3% American Indian, and 2.8% Other.

Source: 2000 U. S. Census

Per Capita Personal Income:

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
United States	\$28,542	\$29,469	\$30,413	\$30,906	\$31,632
Louisiana	22,839	23,090	24,454	25,296	26,100
Terrebonne Parish	20,107	20,894	22,424	23,036	23,036 *

* Latest available December 31, 2002

Source: U.S. Department of Commerce, Bureau of Economic Analysis

Effective Buying Income:

Median Household: Terrebonne Parish \$35,235

Source: USDA-Economic Research Service

Labor Analysis (Annual Average Figures):

<u>Year</u>	<u>Average Labor Force</u>	<u>Average Unemployment</u>
1994	42,100	7.10%
1995	43,500	6.70%
1996	44,500	5.40%
1997	46,700	4.30%
1998	50,000	3.50%
1999	50,800	4.20%
2000	48,300	3.90%
2001	48,300	3.80%
2002	49,400	3.90%
2003	50,600	3.80%

Source: Louisiana Department of Labor

MISCELLANEOUS STATISTICS

Terrebonne Parish Consolidated Government

December 31, 2003

(UNAUDITED)

Average Weekly Wage Scale 2003*:

All Establishments	\$597.58
Manufacturing	\$779.46

* Latest available 3rd Quarter 2003

Source: Louisiana Department of Labor

Household Units/Households:

Household Units:

Terrebonne Parish	41,067
City of Houma	12,514

Households: 35,997

Source: 2000 U. S. Census

New Building Permits (2003):

<u>Type</u>	<u>Units</u>	<u>Cost</u>
Residential	513	\$44,649,603
Commercial	91	70,655,197
Totals	604	\$115,304,800

Source: Terrebonne Parish Planning and Zoning, Permits and Inspection Department

Major Employers in Terrebonne Parish:

<u>Company Name</u>	<u>Product or Service</u>	<u>Employees</u>
Terrebonne Parish School Board	Education	2,237
Terrebonne General Medical Center	Medical services	1,012
Leonard J. Chabert Medical Center	Medical services	950
Terrebonne Parish Consolidated Government	Government	852
Diocese of Houma-Thibodaux	Catholic education	800
Pride Offshore	Oil field service	650
Halliburton Services	Oil field services	649
Gulf Island Fabrication	Steel fabrication	500
Wal-Mart	Discount Department Store	480
Saia Freight Line, Inc.	Transportation	330

Source: Terrebonne Parish Consolidated Government

MISCELLANEOUS STATISTICS

Terrebonne Parish Consolidated Government

December 31, 2003

(UNAUDITED)

Average Employment for Employers Subject to the Louisiana Employment Security Law:

<u>Classification</u>	<u>Average 2003*</u>
Agriculture, Forestry, Fishing, and Hunting	216
Mining	5,130
Utilities	214
Construction	3,967
Manufacturing	4,434
Wholesale Trade	1,944
Retail Trade	6,492
Transportation and Warehousing	2,884
Information	520
Finance and Insurance	1,168
Real Estate and Rental and Leasing	1,766
Professional, Scientific, and Tech. Serv.	1,174
Mgmt. of Companies and Enterprises	369
Adm. and Support and Waste Mgmt.	1,562
Educational Services	4,480
Health Care and Social Assistance	5,646
Arts, Entertainment, and Recreation	480
Accommodation and Food Services	4,008
Other Services	1,568
Public Administration	<u>1,688</u>
 Total	 <u>49,710</u>

* Latest available 3rd Quarter 2003

Source: Louisiana Department of Labor

SCHEDULE OF INSURANCE IN FORCE - UTILITIES FUND**Terrebonne Parish Consolidated Government**

December 31, 2003

(UNAUDITED)

<u>Company</u>	<u>Type of Insurance</u>	<u>Amount</u>	<u>Expiration Date</u>
Employer Reinsurance Corporation	Workers' Compensation Deductible: \$350,000	25,000,000 1,000,000 (employer's liability)	1-01-04
Insurance Company of the State of Pennsylvania	General Liability Deductible: \$500,000	6,000,000	1-01-04
Associated Electric and Gas Insurance Services, Ltd.	Excess Liability: Gas and Electric Utility Liability, Emergency Assistance Agreement and Engineers Errors & Omissions Deductible: \$200,000 General Liability Deductible: \$500,000 Pollution Liability	10,000,000	1-01-04
Insurance Company of the State of Pennsylvania	Excess Auto Liability Deductible: \$500,000	6,000,000	1-01-04
National Union Fire Insurance	Excess Public Officials, Employees Liability and Employment Practices Liability Deductible: \$250,000	6,000,000	1-01-04
Travelers Insurance Company	Boiler and Machinery Policy Deductible (Power Plant): \$150,000 Deductible (Water Treatment & Pumping): \$25,000 Deductible (All Other Locations): \$5,000	35,000,000	1-01-04
Royal and Sunalliance	* Commercial Property Deductible - \$100,000	10,000,000	1-01-04
Lexington Insurance Company	* Commercial Property Excess of \$10,000,000	15,000,000	1-01-04
Allianz Insurance Company	* Commercial Property Excess of \$25,000,000	12,500,000	1-01-04
Lexington Insurance Company	* Commercial Property Excess of \$25,000,000	10,000,000	1-01-04
Essex Insurance Company	* Commercial Property Excess of \$25,000,000	2,500,000	1-01-04
Royal and Sunalliance	* Commercial Property Excess of \$50,000,000	50,000,000	1-01-04

* Two percent (2%) of the value at the time of loss of each separate building with respect to named storm losses only.



***Terrebonne Parish
Consolidated Government
Houma, Louisiana***



TERREBONNE PARISH
CONSOLIDATED
GOVERNMENT
(The Primary Government)

Single Audit -
OMB Circular A-133
Supplementary
Financial Report
Houma, Louisiana

December 31, 2003

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Single Audit
OMB Circular A-133
Supplementary Financial Report



For The Year Ended
December 31, 2003

Terrebonne Parish Consolidated Government

Houma, Louisiana

Prepared by:

Finance Department, Division of Accounting

Terrebonne Parish Consolidated Government

Single Audit Under OMB Circular A-133

Supplementary Financial Report

*Terrebonne Parish Consolidated Government
(the Primary Government)*

Houma, Louisiana

December 31, 2003

Supplementary Financial Report

Terrebonne Parish Consolidated Government (the Primary Government)

December 31, 2003

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SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS



Bourgeois Bennett

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF THE BASIC FINANCIAL
STATEMENTS OF THE TERREBONNE PARISH CONSOLIDATED
GOVERNMENT (THE PRIMARY GOVERNMENT) PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Parish President and the
Terrebonne Parish Council,
Houma, Louisiana.

We have audited the basic financial statements of the Terrebonne Parish Consolidated Government (the Primary Government), State of Louisiana, as of and for the year ended December 31, 2003, and have issued our report thereon dated June 15, 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.

We did not audit the discretely presented component unit financial statements of the Terrebonne General Medical Center, Houma-Terrebonne Airport Commission, Houma Area Convention and Visitors Bureau, Houma-Terrebonne Regional Planning Commission, Houma-Terrebonne Public Trust Financing Authority, Terrebonne Parish Coroner, City Court of Houma, District Attorney, Clerk of Court, Assessor, Bayou Cane Fire Protection District, Terrebonne Parish Recreation District No. 3, Terrebonne Parish Recreation District No. 8, Terrebonne Parish Communications District, Firemen's Pension and Relief Board and Judicial District Court Law Clerk Fund. Those financial statements were audited by other auditors and our report on compliance and on internal control over financial reporting does not include these entities. Other component units of the Primary Government have separate Boards and accounting systems for which separate reports on compliance and internal control over financial reporting have been issued.

Compliance

As part of obtaining reasonable assurance about whether the Primary Government's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of

noncompliance that are required to be reported under Government Auditing Standards. However we noted certain immaterial instances of noncompliance that we have reported to management of the Primary Government in a separate letter dated June 15, 2004.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Primary Government's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the Primary Government's basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Parish President and Parish Council, management, the Legislative Auditor for the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, Louisiana,
June 15, 2004.



Bourgeois Bennett

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

To the Parish President and the
Terrebonne Parish Council,
Houma, Louisiana.

Compliance

We have audited the compliance of the Terrebonne Parish Consolidated Government (the Primary Government), State of Louisiana, 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 Primary Government'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 Primary Government's management. Our responsibility is to express an opinion on the Primary Government'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 Primary Government'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 Primary Government's compliance with those requirements.

In our opinion, the Primary Government complied, in all material respects, with the requirements referred to in the preceding paragraph that are applicable to each of its major federal programs for the year ended December 31, 2003.

Internal Control Over Compliance

The management of the Primary Government 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 Primary Government's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

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

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of Primary Government as of and for the year ended December 31, 2003, and have issued our report thereon dated June 15, 2004. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Parish President and Parish Council, management, Legislative Auditor for the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, Louisiana,
June 15, 2004.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2003

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*
U.S. Department of Agriculture:			
Natural Resources Conservation Service:			
Office of Rural Development:			
Watershed Protection and Flood Prevention -			
Mayfield Levee Repairs	10.904	68-7217-3-01 / DSR 109-03-07	\$ 45,096
Ward 7 Levee/Boudreaux Canal	10.904	68-7217-3-22 / DSR 109-03-05	135,583
Montegut Levee Sheet pile	10.904	68-7217-3-89 / DSR 109-03-05	<u>203,444</u>
Total U.S. Department of Agriculture			<u>384,123</u>
U.S. Department of Commerce:			
National Oceanic and Atmospheric Administration:			
Coastal Zone Management Administration Awards -			
Bush Canal and Bayou Terrebonne Bank Stabilization Project	11.419	NA170A2165	<u>39,725</u>
<u>Pass-Through Programs From:</u>			
<u>State Department of Natural Resources:</u>			
Coastal Zone Management Administration Awards -			
Bush Canal and Bayou Terrebonne Bank Stabilization Project	11.419	435-300492 / DNR No. 2513-03-11	80,654
Terrebonne Parish Local Coastal Program	11.419	435-300480 / CFMS 592967 DNR No. 2533-03-02	66,834
Subtotal Pass-Through Programs			<u>147,488</u>
Total U.S. Department of Commerce			<u>187,213</u>
U.S. Department of Housing and Urban Development:			
Community Planning and Development:			
Community Development Block Grants/ Entitlement Grants			
	14.218	B-01-MC-22-0011 B-02-MC-22-0011	1,750,618
HOME Investment Partnerships Program	14.239	M-00-UC-22-0209 M-01-UC-22-0209 M-02-UC-22-0209 M-03-UC-22-0209	849,379
Office of Economic Development:			
Opportunities for Youth Youthbuild Program	14.243	Y-99-IM-LA-0008 Y-01-IM-LA-0245	290,075
Public and Indian Housing:			
Section 8 Housing Choice Vouchers	14.871	FW - 2231	<u>2,252,348</u>
Subtotal Direct Programs			<u>5,142,420</u>
Community Planning and Development:			
<u>Pass-Through Program From:</u>			
<u>State Department of Social Services:</u>			
<u>Office of Community Services:</u>			
Emergency Shelter Grants Program	14.231	CFMS 584088 CFMS 598091	164,592
Total U.S. Department of Housing and Urban Development			<u>5,307,012</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2003

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*
U.S. Department of the Interior:			
U.S. Fish and Wildlife Service:			
<u>Pass-Through Program From:</u>			
<u>State Department of Wildlife and Fisheries:</u>			
Sport Fish Restoration - Ashland Boat Launch	15.605	16-01-00-86-6 (Part 4B)	<u>4,825</u>
U.S. Department of Justice:			
Bureau of Justice Assistance:			
Office of Justice Programs:			
Local Law Enforcement Block Grants Program	16.592	2001-LB-BX-3211 2002-LB-BX-2859	60,527
Executive Office for Weed and Seed:			
Executive Office for Weed and Seed	16.595	2002-WS-QX-0035	<u>88,387</u>
Subtotal Direct Programs			<u>148,914</u>
Office of Victims of Crime:			
<u>Pass-Through Programs From:</u>			
<u>Louisiana Commission on Law Enforcement:</u>			
Crime Victim Assistance	16.575	C-02-7-017 C-03-7-021	256
Bureau of Justice Assistance:			
<u>Pass-Through Program From:</u>			
<u>Louisiana Commission on Law Enforcement:</u>			
Byrne Formula Grant Program - Street Sales Disruption Grant	16.579	B-03-7-011	17,793
Violence Against Women Office:			
<u>Pass-Through Program From:</u>			
<u>Louisiana Commission on Law Enforcement:</u>			
Violence Against Women Formula Grant	16.588	M-02-7-004	<u>3,327</u>
Subtotal Pass-Through Programs			<u>21,376</u>
Total U.S. Department of Justice			<u>170,290</u>
U.S. Department of Labor:			
Employment and Training Administration:			
<u>Pass-Through Programs From:</u>			
<u>LAT Workforce Investment Board, Inc.:</u>			
WIA Adult Program	17.258	OCR 474-000559/LO41	12,608
WIA Youth Activities	17.259	OCR 474-000559/LO41	15,351
WIA Dislocated Workers	17.260	OCR 474-000559/LO41	<u>8,806</u>
Total U.S. Department of Labor			<u>36,765</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2003

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*
U.S. Department of Transportation:			
Federal Transit Administration:			
Federal Transit Formula Grants - Section 9 FTA	20.507	LA - 90 - X200 LA - 90 - X227 LA - 90 - X236 LA - 90 - X241 LA - 90 - X256	<u>929,278</u>
 <u>Pass-Through Program From:</u>			
<u>State Department of Transportation and Development:</u>			
Formula Grants for Other Than Urbanized Areas - Rural Transportation Program	20.509	741-55-0102 / LA-18-X020 741-55-0101 / LA-18-X019	271,521
 Federal Highway Administration:			
<u>Pass-Through Programs From:</u>			
<u>State Department of Transportation and Development:</u>			
Highway Planning and Construction - Country Drive Widening	20.205	700-55-0102 / STP3005(001)M	18,818
Westside Blvd. Widening	20.205	700-55-0104 / STP3035(001)M	113,763
Recreational Trails Program - Gray Pedestrian Sidewalk	20.219	744-55-0003 / ENH-MISC(349)	148,346
 National Highway Traffic Safety Administration:			
<u>Pass-Through Programs From:</u>			
<u>Louisiana Highway Safety Commission:</u>			
State and Community Highway Safety - Year Long Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons - Safe and Sober Campaign 2002/2003	20.600	PT 04-11-00	3,835
Safe and Sober Campaign 2003/2004	20.605	J8 / IN 03-10-44	781
	20.605	P3 04-17-72	922
 <u>Pass-Through Programs From:</u>			
<u>South Central Planning and Development Commission:</u>			
State and Community Highway Safety - Demonstration Project Targeting Alcohol Impaired Driving by Individuals Age 21 to 34	20.600	DTNH22-01-H-35156	2,840
South Central Safe Community Program	20.600	4253000229 / 589560	<u>2,000</u>
Subtotal Pass-Through Programs			<u>562,826</u>
 Total U.S. Department of Transportation			 <u>1,492,104</u>
 Environmental Protection Agency:			
Office of Water:			
<u>Pass-Through Program From:</u>			
<u>State Department of Natural Resources:</u>			
Wetland Program Development Grants - Houma Navigational Canal Study	66.461	2519-01-02 / CFMS 574115	<u>2,112</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2003

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*
U.S. Department of Energy:			
<u>Pass-Through Programs From:</u>			
<u>Louisiana Housing Finance Agency:</u>			
Weatherization Assistance for Low-Income Persons - LIHEAP/PVE/DOE 2002-2003	81.042	n/a	<u>13,078</u>
LIHEAP/PVE/DOE 2003-2004		n/a	
U.S. Department of Health and Human Services:			
Substance Abuse and Mental Health Services Administration:			
<u>Pass-Through Program From:</u>			
<u>State Department of Health and Hospitals -</u>			
<u>Office of Addictive Disorders:</u>			
Block Grants for Prevention and Treatment of Substance Abuse - Social Detox Program	93.959	DHH 031272 / CFMS 597961 DHH 71323 / CFMS 582128	166,272
Administration for Children and Families:			
<u>Pass-Through Programs From:</u>			
<u>State Department of Social Services -</u>			
<u>Louisiana Housing Financing Agency:</u>			
Temporary Assistance for Needy Families - Metropolitan Substandard Housing Assistance Program	93.558	n/a	83,290
Temporary Assistance for Needy Families - 2002/2003	93.558	n/a	4,482
Low-Income Home Energy Assistance - LIHEAP 2002/2003	93.568	n/a	109,299
Low-Income Home Energy Assistance - Shrimpers' Crisis	93.568	n/a	542
<u>State Department of Labor:</u>			
Community Services Block Grant	93.569	2002P0073 / CFMS 578466 2003P0073 / CFMS 592112	349,599
<u>LAT Workforce Investment Board, Inc:</u>			
Temporary Assistance for Needy Families - Parenting/Fatherhood Initiative Grant Program	93.558	CFMS 590284	15,219
<u>Lafourche Parish Council:</u>			
Head Start	93.600	Delegate Agency Agreement	<u>922,925</u>
Total U.S. Department of Health and Human Services			<u>1,651,628</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2003

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*
U.S. Department of Homeland Security:			
Assistance to Firefighters Grant	97.044	EMW-2002-FG-13520	<u>78,436</u>
Pass-Through Programs From:			
<u>State Office of Homeland Security and Emergency</u>			
<u>Preparedness:</u>			
Emergency Food and Shelter National Board Program	97.024	21-3700-00 / LRO #005	27,348
Acquisition / Elevation Flood Mitigation Assistance	97.029	FMA 02-109-001	682,106
Hazard Mitigation Plan	97.029	FMP 02-109-001	44,782
Schriever Hazard Mitigation Grant	97.039	HMGP-1380-109-0001	140,661
Hurricane Lilli - Tropical Storm Isidore Hazard Mitigation Grant	97.039	HMGP-1437-109-0001	1,852,036
Emergency Management Performance Grants	97.042	EMF 2002/ EMF 2003	<u>145,204</u>
Subtotal Pass-Through Programs			<u>2,892,137</u>
Total U.S. Department of Homeland Security			<u>2,970,573</u>
Total Expenditures of Federal Awards			<u>\$ 12,219,723</u>

* Federal expenditures represent total expenditures for the program. These expenditures may include amounts reimbursed by state and/or local matches.

See accompanying notes to schedule of expenditures of federal awards.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Terrebonne Parish Consolidated Government (the Primary Government)

December 31, 2003

Note 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Terrebonne Parish Consolidated Government (the Primary Government) and is presented on the 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. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

We did not audit the following discretely presented component unit financial statements which received federal awards: Terrebonne General Medical Center and Terrebonne Parish District Attorney. These financial statements were audited by other auditors. Terrebonne General Medical Center, Terrebonne Association for Retarded Citizens, Inc., Consolidated Waterworks District No. 1, Terrebonne Parish Recreation District No. 10 and Terrebonne Fire District No. 10 received federal funds but were not required to be audited under the Single Audit Act. Separate reports were issued on Terrebonne Council on Aging, Inc. and Terrebonne Parish District Attorney as required under the Single Audit Act.

Note 2 - FINDINGS OF NONCOMPLIANCE

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2003.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2003

Section I Summary of Auditor's Results

a) Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Reportable condition(s) identified that are not considered to be material weaknesses? yes none reported
- Noncompliance material to financial statements noted? yes no

b) Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Reportable condition(s) identified that are not considered to be material weaknesses? yes none reported

Type of auditor's report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes no

c) Identification of Major Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program</u>
14.218	Community Development Block Grants
14.871	Section 8 Housing Choice Vouchers
93.569	Community Services Block Grant
93.600	Head Start
97.029	Acquisition/Elevation Flood Mitigation Assistance

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Terrebonne Parish Consolidated Government
(the Primary Government)

For the year ended December 31, 2003

Section I Summary of Auditor's Results (Continued)

Dollar threshold used to distinguish between type A
and Type B programs:

\$330,718

Auditee qualified as low-risk auditee?

___ yes X no

Section II Financial Statement Findings

No financial statement findings were noted during the audit of the basic financial statements for the year ended December 31, 2003.

Section III Federal Award Findings and Questioned Costs

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2003.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

Terrebonne Parish Consolidated Government (the Primary Government)

For the year ended December 31, 2003

Section I Internal Control and Compliance Material to the Primary Government's Basic Financial Statements

Internal Control

No material weaknesses were noted during the audit for the year ended December 31, 2002.
No reportable conditions were reported during the audit for the year ended December 31, 2002.

Compliance

No compliance findings material to the Primary Government basic financial statements were noted during the audit for the year ended December 31, 2002.

Section II Internal Control and Compliance Material to Federal Awards

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2002.

Section III Management Letter

A management letter was not issued in connection with the audit for the year ended December 31, 2002.

MANAGEMENT'S CORRECTIVE ACTION PLAN

Terrebonne Parish Consolidated Government (the Primary Government)

For the year ended December 31, 2003

Section I Internal Control and Compliance Material to the Primary Government's Basic Financial Statements

Internal Control

No material weaknesses were noted during the audit for the year ended December 31, 2003.
No reportable conditions were reported during the audit for the year ended December 31, 2003.

Compliance

No compliance findings material to the Primary Government's basic financial statements were noted during the audit for the year ended December 31, 2003.

Section II Internal Control and Compliance Material to Federal Awards

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2003.

Section III Management Letter

03-1 **Recommendation** - We recommend that the Parish comply with the State budget laws by amending its budget to ensure actual revenues and other sources are not less than budgeted revenues and other sources by five percent or more.

Management's Corrective Action – In 2003, the Parish renegotiated its residential garbage collection contract and as part of this eliminated the tipping fees (charge for service) they paid this government. The \$1 million reduction in revenue resulting from the contract extension was not accounted for as a formal budget amendment, however it was projected correctly in the preparation of the 2004 budget, which requires up to date projections of 2003 revenues. In the future, special attention to projected revenues and expenditures will be made to avoid this type of oversight, with budget amendments reflecting any adjustments necessary.

MANAGEMENT'S CORRECTIVE ACTION PLAN
(Continued)

Terrebonne Parish Consolidated Government
(the Primary Government)

For the year ended December 31, 2003

Section III Management Letter (Continued)

03-2 **Recommendation** - Written procedures should be followed to ensure only allowable costs are paid.

Management's Corrective Action - The amount of rent paid out of CSBG funds was supposed to be only \$350. The second \$350 was supposed to be paid out of Emergency Food and Shelter funds. This would be allowed due to separate sources of funds. We have initiated a review process by a second reviewer before it is submitted for approval.

03-3 **Recommendation** - We recommend that procedures be developed in case of files being lost or misplaced.

Management's Corrective Action - The file in question is electronically stored in the computer. The paper file could not be located. Everything in the electronic file indicates that the file was approved based on the information provided. The Department is in the process of getting a system to scan paper documents through parish's imaging system. This electronic storage of documents would meet the requirements of record retention.



***Terrebonne Parish
Consolidated Government
Houma, Louisiana***



Bourgeois Bennett

RECEIVED
LEGISLATIVE AUDITOR
04 JUN 30 AM 11:18

To the Parish President and the
Terrebonne Parish Council,
Houma, Louisiana.

We have audited the basic financial statements of the Terrebonne Parish Consolidated Government (the Primary Government), State of Louisiana, as of and for the year ended December 31, 2003, and have issued our report thereon dated June 15, 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. In planning and performing our audit, we considered the Primary Government's internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the basic financial statements and not to provide assurance on internal control.

However, during our audit we became aware of matters, which represent immaterial noncompliance with certain provisions of laws, regulations, contracts and grants. The memorandum that accompanies this letter summarizes our suggestions and recommendations regarding these matters. We previously reported on the Primary Government's compliance in our report dated June 15, 2004. This letter does not affect our report dated June 15, 2004 on the basic financial statements of the Primary Government.

We will review the status of these comments during our next audit engagement. We have already discussed the comments and recommendations with the Primary Government, and we will be pleased to discuss them in further detail at your convenience, to perform an additional study of the matters or to assist you in implementing the recommendations.

Sincerely,

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, Louisiana,
June 15, 2004.

MANAGEMENT COMMENTS

Terrebonne Parish Consolidated Government (the Primary Government)

For the year ended December 31, 2003

03 - 1 **Criteria** – Louisiana Revised Statutes 39:1304-1314 requires the chief executive or administrative officer to advise the governing authority or independently elected official when actual revenues are less than budgeted revenues by five percent or more, actual expenditures exceed budgeted expenditures by five percent or more, or actual beginning fund balance is less than budgeted fund balance by five percent or more.

Condition – Actual revenues and other sources were less than budgeted revenues and other sources by greater than the five percent allowed by state law. Revenues in the Sanitation Maintenance Fund for garbage collection and landfill fees were 10.15 percent less than the budgeted revenue.

Context– This was an isolated instance limited to the Sanitation Maintenance Fund.

Effect – The Parish was not in compliance with state law.

Cause - The contract for tipping fees to be paid to the Parish by the garbage collection contractor was renegotiated during 2003 resulting in lower fees paid to the Parish. The budget was not amended to reflect this renegotiation.

Recommendation - We recommend that the Parish comply with the State budget laws by amending its budget to ensure actual revenues and other sources are not less than budgeted revenues and other sources by five percent or more.

03-2 **Criteria** – For the U.S. Department of Health and Human Services, Community Service Block Grant the maximum rental assistance available per eligible household for the Rental Assistance Program is \$800 or one month's rent (whichever is least).

Condition – An eligible participant qualified for one month's rent to be paid to the landlord. However the landlord was paid two months rent resulting in an over payment of one month's rent.

Context – This was a single error in sample testing for allowable costs. Additional procedures were performed without additional errors.

Effect – This cost could be disallowed by the U.S. Department of Health and Human Services.

03-2 (Continued)

Cause – Written procedures were not followed causing inappropriate criteria to be applied for making eligibility determinations.

Recommendation – Written procedures should be followed to ensure only allowable costs are paid.

03-3 **Criteria** – For the U.S. Department of Health and Human Services, Community Service Block Grant the Rental Assistance Program requires participants to provide information to ensure that they meet eligibility requirements.

Condition – One participant file could not be located for examination.

Context – This was a single error in sample testing documentation for program eligibility. Additional procedures were performed without additional errors.

Effect – This cost could be disallowed by the U.S. Department of Health and Human Services.

Cause – Lack of adherence to accounting policies and procedures that records be retained for a period of three years.

Recommendation – We recommend that procedures be developed in case of files being lost or misplaced.