

**Madison Parish Police Jury  
Tallulah, Louisiana**

**Basic Financial Statements**

**And Independent Auditor's Report**

**As of and for the Year Ended December 31, 2020**

**MADISON PARISH POLICE JURY  
TALLULAH, LOUISIANA  
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TALLULAH, LOUISIANA  
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**REQUIRED SUPPLEMENTARY INFORMATION**

**PART I**

## **Management's Discussion and Analysis**

December 31, 2020

This discussion and analysis of Madison Parish Police Jury's financial performance provides an overview of the Police Jury's financial activities for the year ended December 31, 2020.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 3 *Basic Financial Statements – and Management's Discussion and Analysis – for the State and Local Governments* issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

### **Financial Highlights**

The MD&A provides insights into the results of this year's operations:

Total governmental funds revenue received for the year ended December 31, 2020, was \$8,325,542. This is an increase of \$332,091 or a 4% change from the year ended December 31, 2019. This increase is due mainly to an increase in federal funds.

Governmental expenditures for 2020 were \$7,349,648. This is an increase of \$4,032, or a 0.05% change from the year ended December 31, 2019.

For the year ended December 31, 2020, General Fund reported \$1,039,240 in revenues, a decrease of \$6,994, or a 1% change from revenue received for the year ended December 31, 2019.

In 2020 the Police Jury reported \$1,126,354 in expenditures for the General Fund and \$1,131,844 in expenditures for 2019. This is a 0.5% decrease from the prior year.

### **Using This Annual Report**

The Police Jury's annual report consists of a series of financial statements that show information for the Police Jury as a whole, and its funds. The Statement of Net Position and the Statement of Activities provide information about the activities of the Police Jury as a whole and present a more long-term view of the Police Jury's finances. The fund financial statements are included later in this report. For governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insight into the Police Jury's overall financial health. Fund financial statements also report the Police Jury's operations in more detail than the government-wide financial statements by providing information about the Police Jury's most significant funds – the General Fund, Library, Garbage Maintenance, Health Unit, Public Works, Courthouse and Jail, and E-911.

The following chart reflects the information included in this annual report:

**Required Supplemental Information  
Management's Discussion and Analysis (MD&A)**

<b>Basic Financial Statements</b>	
<b>Government-Wide Financial Statements</b>	<b>Fund Financial Statements</b>
<b>Notes to the Basic Financial Statements</b>	

**Required Supplemental Information**  
**Budgetary Information for Major Funds**  
**Changes in Net OPEB Liability**  
**Employer's Share of Net Pension Liability**  
**Employer Contributions**

**Supplemental Information**  
**Nonmajor Governmental Funds - Combining Statements**  
**Nonmajor Special Revenue Funds - Combining Statements**  
**Schedule of Compensation Paid to Police Jurors**  
**Schedule of Compensation; Reimbursements, and Other  
Payments to Agency Head**

**Other Required Reports**  
**Schedule of Current-Year Findings**  
**Summary Schedule of Prior-Year Audit Findings**

Our auditors have provided assurance in their Independent Auditor's Report, located immediately after this Management's Discussion and Analysis, that the Basic Financial Statements, after considering the fact that certain component units are not included, are fairly stated. Varying degrees of assurance are being provided by the auditors regarding the Required Supplemental Information (RSI) and the Supplemental Information. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each part of this report.

**Reporting the Police Jury as a Whole**

**The Statement of Net Position and the Statement of Activities.** Our analysis of the Police Jury as a whole begins on page 3. One of the most important questions about the Police Jury is, "Is the Police Jury as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Position and the Statement of Activities, which appear first in the Police Jury's financial statements, report information on the Police Jury as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Police Jury's net position. The difference between assets and liabilities, as reported in the Statement of Net Position, is one way to measure the Police Jury's financial health, or financial position. Over time, increases or decreases in the Police Jury's net position, as reported in the Statement of Activities, is one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the Police Jury's operating results. However, the Police Jury's goal is to provide services to our citizens, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of health and welfare services provided to parish citizens and the condition of roads, bridges and drainage systems to assess the overall health of the Police Jury.

The Statement of Net Position and Statement of Activities report the following activity for the Police Jury:

Government activities – All of the Police Jury’s services are reported here, including public works and health and welfare services. Property taxes, severance taxes, and state and federal grants finance most of these activities.

**Reporting the Police Jury’s Most Significant Funds**

**Fund Financial Statements.** The Police Jury’s fund financial statements provide detailed information about the most significant funds – not the Police Jury as a whole. Some funds are required to be established by State law and by bond covenants. However, the Police Jury establishes many other funds to help it control and manage money for particular purposes (like the Criminal Court Fund) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The Police Jury’s governmental funds use the following accounting approach:

Governmental funds – All of the Police Jury’s services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Police Jury’s operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Police Jury’s programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and government funds in reconciling statements on pages 14 and 17.

**The Police Jury as a Whole.** The Police Jury’s net position was \$24,595,483 at December 31, 2020, of which none was unrestricted. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the Police Jury’s ability to use those funds for day-to-day operations. Our analysis of the primary government focuses on the net position (Table 1) and changes in net position (Table 2) of the Police Jury’s governmental activities.

**Table 1  
Net Position  
Years Ended December 31, 2019, and 2020**

	<b>Governmental Activities</b>	
	2019	2020
Current and other assets	\$ 17,690,508	\$ 18,622,262
Capital assets	7,309,440	7,119,874
<b>Total assets</b>	<b>24,999,948</b>	<b>25,742,136</b>
Deferred outflows of resources	1,324,902	666,543
Current and other liabilities	362,616	359,787
Long-term liabilities	1,922,754	759,530
<b>Total liabilities</b>	<b>2,285,370</b>	<b>1,119,317</b>
Deferred inflows of resources	82,549	693,879
Net position		
Invested in capital assets, net of debt	7,247,201	7,075,774
Restricted	18,010,723	17,687,908
Unrestricted	(1,300,993)	(168,199)
<b>Total net position</b>	<b>\$ 23,956,931</b>	<b>\$ 24,595,483</b>

Net position of the Police Jury's governmental activities for December 31, 2020, was \$24,595,483. Unrestricted net position, which is part of net position that can be used to finance day to day operations without constraints established by debt covenants, enabling legislation or other legal requirements was a deficit of \$168,199.

The results of this year's operations for the primary government as a whole are reported in the Statement of Activities. Table 2 takes the information from that statement and rearranges them slightly so you can see our total revenues for the year.

**Table 2**  
**Changes in Net Position**  
**Years Ended December 31, 2019, and 2020**

	2019	2020
<b>Revenues:</b>		
Program revenues		
Charges for services	\$ 993,079	\$ 902,652
Federal grants	173,168	574,361
State grants & entitlements	247,131	454,914
General Revenues		
Ad valorem taxes	4,943,815	5,350,553
State revenue sharing	72,367	128,889
Other general revenues	957,260	898,479
Total revenues	7,386,820	8,309,848
 <b>Functions/Programs Expenses:</b>		
General government:		
Legislative	129,788	122,048
Judicial	1,041,941	997,335
Elections	46,338	38,541
Finance and administrative	445,667	520,466
Other general government	63,308	63,301
Public safety	1,642,114	1,382,223
Public works	3,382,793	3,693,949
Health and welfare	244,957	232,446
Culture and recreation	542,054	511,381
Economic development and assistance	55,434	52,102
Transportation	72,189	49,430
Miscellaneous	13,859	5,509
Interest on long-term debt	4,822	2,565
Total expenses	7,685,264	7,671,296
Ordinary increase in net position	(298,444)	638,552

**Governmental Activities.** As reported in the Statement of Activities, the cost of all of our governmental activities this year was \$7,671,296. However, the amount that our taxpayers ultimately financed for these activities through Police Jury taxes was \$5,350,553 because some of the cost was paid by those who benefited from the programs or by other governments and organizations who subsidized certain programs with grants and contributions.

In Table 3, we have presented the cost of each of the Police Jury's six largest functions - judicial, finance and administrative, public safety, public works, health and welfare, and culture and recreation, as well as each program's net cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the Police Jury's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.



**Table 3**  
**Governmental Activities**  
**For the Years Ended December 31, 2019, and 2020**

<b>Governmental Activities</b>	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	2019	2020	2019	2020
Judicial	\$ 1,041,941	\$ 997,335	\$ (693,708)	\$ (704,031)
Finance and Administrative	445,667	520,466	(436,966)	(515,293)
Public Safety	1,642,114	1,382,223	(1,520,319)	(1,305,353)
Public Works	3,382,793	3,693,949	(2,516,332)	(2,231,696)
Health & Welfare	244,957	232,446	(190,326)	(164,429)
Culture and Recreation	542,054	511,381	(529,837)	(485,607)
All Others	385,738	333,496	(384,398)	(332,960)
Total Functions/Program Expenses	<u>\$ 7,685,264</u>	<u>\$ 7,671,296</u>	<u>\$(6,271,886)</u>	<u>\$(5,739,369)</u>

**The Police Jury's Funds.** As we noted earlier, the Police Jury uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the Police Jury is being accountable for the resources taxpayers and others provide to it but may also give you more insight into the Police Jury's overall financial health.

As the Police Jury completed this year, our governmental funds reported a combined fund balance of \$17,990,661 which is an increase of \$975,894 from last year. The primary reasons for these increases are:

*Our General fund is our principle operating fund. The fund balance in the general fund decreased by \$87,114 to \$501,978 at December 31, 2020. The income decreased by \$6,994 and expenditures decreased by \$5,490.*

*Our Library fund accounts for the public library. This fund showed an increase of \$238,481 to \$2,163,123. This increase is more than the prior year increase.*

*The Garbage Maintenance fund accounts for the parish garbage collection services. This fund showed an increase of \$95,728 to \$2,055,034. There was a decrease in both revenue and expenditures compared to the prior year.*

*The Health Unit fund accounts for the parish health center. This fund showed an increase of \$92,403 to \$2,062,965. The increase was the result of an operating profit in the current year.*

*The Public Works fund accounts for funds used to maintain the parish roads and streets. This fund showed an increase of \$482,902 to \$2,424,096. Revenue was up compared to the prior year.*

*The Courthouse and Jail fund accounts for funds used to maintain the courthouse, courthouse annex, jail, and the feeding, maintenance and transporting of parish inmates. This fund showed an increase of \$235,045 to \$8,489,282. The ad valorem tax base was increased several years ago.*

*The E-911 fund accounts for funds used for the operations of the Madison Parish Communications District. The fund showed an increase of \$107,541 to \$1,228,009. The increase is due to a decrease of expenditures compared to the prior year.*

*The Other Governmental funds are comprised of the debt service fund and special revenue funds (Criminal Court, Memorial, Group Health Savings, Grant Fund, Witness Fees, FEMA Disaster, Emergency Shelter Donation, Recreation Board, OHSEP, and Building Fund). The combined funds showed a decrease of \$189,092 to a deficit of \$933,826.*

**General Fund Budgetary Highlights.** Over the course of the year, the Police Jury revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. (A schedule showing the Police Jury's original and final budget amounts compared with amounts actually paid and received is provided later in this report). The original budgets were adopted on December 17, 2019, and amended on December 17, 2020, in an effort to accurately reflect actual revenue and expenditure amounts.

**CAPITAL ASSETS**

**Capital Assets at Year Ended December 31, 2019, and 2020**

	<u>2019</u>	<u>2020</u>
Land	\$ 188,750	\$ 188,750
Buildings and improvements	6,329,028	6,329,028
Equipment and furniture (including vehicles)	3,782,809	3,894,297
Books and periodicals	736,427	782,339
Quebec Road	3,771,405	3,771,405
Health Unit	1,688,635	1,688,635
Total capital assets	<u>16,497,054</u>	<u>16,654,454</u>
Accumulated depreciation	<u>(9,187,614)</u>	<u>(9,534,580)</u>
Net capital assets	<u>\$7,309,440</u>	<u>\$7,119,874</u>

**Debt.** At December 31, 2020, the Police Jury had a prior year liability of \$177,500 for claims and judgments.

**Contacting the Police Jury's Financial Management.** Our financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the Police Jury's finances and to show the Police Jury's accountability for the money it receives. If you have questions about this report or wish to request additional information, contact Ms. Margaret Dew, Secretary/Treasurer, Courthouse Building, Madison Parish Police Jury, 100 North Cedar Street, Tallulah, LA 71282, telephone number (318) 574-3451.

**INDEPENDENT AUDITOR'S REPORT**

# THE HALFORD FIRM, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

Members  
American Institute of  
Certified Public Accountants

Mississippi Society of  
Certified Public Accountants

Louisiana Society of  
Certified Public Accountants

## INDEPENDENT AUDITOR'S REPORT

Police Jurors  
Madison Parish Police Jury  
Tallulah, Louisiana

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Madison Parish Police Jury as of and for the year ended December 31, 2020, and related notes to the financial statements which collectively comprise the Board's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Basis for Adverse Opinion on Aggregate Discretely Presented Component Units***

The financial statements do not include financial data for the Police Jury's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the Parish's primary government unless the Police Jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The Police Jury has not issued such reporting entity financial statements. The amounts by which this departure from accounting principles generally accepted in the United States of America would affect the assets, liabilities, net position, revenues, and expenses of the aggregate discretely presented component units are not reasonably determinable.

***Adverse Opinion on Aggregate Discretely Presented Component Units***

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on Aggregate Discretely Presented Component Units" paragraph, the financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component units of the Madison Parish Police Jury as of December 31, 2020, or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Unmodified Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the Madison Parish Police Jury, as of December 31, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 1 through 6, the budgetary comparison information on pages 40 through 49, the schedule of changes in net OPEB liability and related ratios on page 50, the schedule of employer's share of net pension liability on page 51, and the schedule of employer contributions on page 52 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Madison Parish Police Jury's basic financial statements. The combining non-major governmental fund financial statements, the Schedule of Compensation Paid to Jurors, and The Schedule of Compensation Paid to Agency Head are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor governmental fund financial statements, the Schedule of Compensation Paid to Jurors, the Schedule of Compensation Paid to Agency Head, and the Justice System Funding Schedule are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining non-major governmental fund financial statements, the Schedule of Compensation Paid to Jurors and Schedule of Compensation Paid to Agency Head are fairly stated in all material respects in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2021, on our consideration of the Madison Parish Police Jury's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing on internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Madison Parish Police Jury's internal control over financial reporting and compliance.

*The Halford Firm, PLLC*

Vicksburg, Mississippi  
November 10, 2021

**BASIC FINANCIAL STATEMENTS**

**Government-Wide  
Financial Statements**

**MADISON PARISH POLICE JURY  
STATEMENT OF NET POSITION  
AS OF DECEMBER 31, 2020**

	Primary Government Governmental Activities
<b>Assets</b>	
Cash and cash equivalents	\$ 8,698,223
Investments	4,188,743
Receivables	5,735,296
Capital assets, net	7,119,874
Total Assets	25,742,136
<b>Deferred Outflows of Resources</b>	666,543
<b>Liabilities</b>	
Accounts, salaries and other payables	359,787
Long-term liabilities:	
Due within one year	19,020
Due in more than one year	740,510
Total Liabilities	1,119,317
<b>Deferred Inflows of Resources</b>	693,879
<b>Net Position (Deficit)</b>	
Invested in capital assets, net of related debt	7,075,774
Restricted for:	
Library	2,192,174
Garbage collection	2,110,483
Health unit	2,033,640
Drainage and roads	2,376,843
Courthouse and jail	7,639,383
E-911	1,226,857
Other special revenue funds	135,864
Other purposes	(27,336)
Unrestricted	(168,199)
Total Net Position	\$ 24,595,483

The accompanying notes are an integral part of this financial statement.



**MADISON PARISH POLICE JURY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2020**

Functions/Programs	Program Revenues			Primary Governmental Activities	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
				Net (Expense) Revenue and Changes in Net Position	
<b>Primary Government: Governmental Activities:</b>					
General government:					
Legislative	\$ 122,048	\$ -	\$ -	\$ -	\$ (122,048)
Judicial	997,335	293,304	-	-	(704,031)
Elections	38,541	-	-	-	(38,541)
Finance and administrative	520,466	-	5,173	-	(515,293)
Other general government	63,301	536	-	-	(62,765)
Public safety	1,382,223	30,996	45,874	-	(1,305,353)
Public works	3,693,949	577,681	282,438	602,134	(2,231,696)
Health and welfare	232,446	-	68,017	-	(164,429)
Culture and recreation	511,381	135	25,639	-	(485,607)
Economic development and assistance	52,102	-	-	-	(52,102)
Transportation	49,430	-	-	-	(49,430)
Miscellaneous	5,509	-	-	-	(5,509)
Interest on long-term debt	2,565	-	-	-	(2,565)
Total Governmental Activities	<u>\$7,671,296</u>	<u>\$ 902,652</u>	<u>\$ 427,141</u>	<u>\$ 602,134</u>	<u>(5,739,369)</u>
General revenues:					
Taxes:					
					5,350,553
					142,742
					128,889
					9,261
					191,421
					134,465
					82,715
					337,875
					<u>6,377,921</u>
					638,552
					<u>23,956,931</u>
					<u>\$ 24,595,483</u>

The accompanying notes are an integral part of this financial statement.

**BASIC FINANCIAL STATEMENTS**

**Fund Financial Statements**

**MADISON PARISH POLICE JURY  
BALANCE SHEET – GOVERNMENTAL FUNDS  
DECEMBER 31, 2020**

	General	Library	Garbage Maintenance	Health Unit	Public Works
<b>Assets</b>					
Cash and cash equivalents	\$ 123,129	\$ 512,820	\$ 1,464,279	\$ 1,797,771	\$ 79,396
Investments	-	1,097,431	103,754	-	-
Receivables	617,527	558,256	517,519	222,534	2,202,562
Interfund Receivables	1,080,618	277	-	42,671	170,435
Total Assets	<u>1,821,274</u>	<u>2,168,784</u>	<u>2,085,552</u>	<u>2,062,976</u>	<u>2,452,393</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts, salaries, and other payables	214,402	5,661	-	11	24,468
Interfund payables	1,104,894	-	30,518	-	3,829
Total Liabilities	<u>1,319,296</u>	<u>5,661</u>	<u>30,518</u>	<u>11</u>	<u>28,297</u>
Fund Balances:					
Restricted	-	2,163,123	2,055,034	2,062,965	2,424,096
Unassigned	501,978	-	-	-	-
Total Fund Balance	<u>501,978</u>	<u>2,163,123</u>	<u>2,055,034</u>	<u>2,062,965</u>	<u>2,424,096</u>
Total Liabilities and Fund Balances	<u>\$ 1,821,274</u>	<u>\$ 2,168,784</u>	<u>\$ 2,085,552</u>	<u>\$ 2,062,976</u>	<u>\$ 2,452,393</u>

*The accompanying notes are an integral part of this financial statement.*

**MADISON PARISH POLICE JURY  
BALANCE SHEET – GOVERNMENTAL FUNDS  
DECEMBER 31, 2020 - continued**

	Courthouse and Jail	E-911	Other Governmental	Total
<b>Assets</b>				
Cash and cash equivalents	\$ 4,377,325	\$ 178,744	\$ 164,759	\$ 8,698,223
Investments	2,281,378	706,180	-	4,188,743
Receivables	983,735	331,669	29,680	5,463,482
Interfund Receivables	903,514	12,514	14,627	2,224,656
Total Assets	<u>8,545,952</u>	<u>1,229,107</u>	<u>209,066</u>	<u>20,575,104</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accounts, salaries, and other payables	56,670	-	58,575	359,787
Interfund payables	-	1,098	1,084,317	2,224,656
Total Liabilities	<u>56,670</u>	<u>1,098</u>	<u>1,142,892</u>	<u>2,584,443</u>
<b>Fund Balances:</b>				
Restricted	8,489,282	1,228,009	(933,826)	17,488,683
Unassigned	-	-	-	501,978
Total Fund Balance	<u>8,489,282</u>	<u>1,228,009</u>	<u>(933,826)</u>	<u>17,990,661</u>
Total Liabilities and Fund Balances	<u>\$ 8,545,952</u>	<u>\$1,229,107</u>	<u>\$ 209,066</u>	<u>\$20,575,104</u>

The accompanying notes are an integral part of this financial statement.

**MADISON PARISH POLICE JURY  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2020**

Total fund balances - governmental funds \$ 17,990,661

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

Cost of capital assets	16,654,454	
Depreciation expense to date	<u>(9,534,580)</u>	
		7,119,874

Receivables collected more than 60 days after the close of the accounting period are not recorded on the fund financial statements, but they are included on the Statement of Net Position. 271,814

Deferred outflows and inflows are not financial resources or currently payable

Deferred outflows	666,543	
Deferred inflows	<u>(693,879)</u>	
		(27,336)

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

Balances at December 31, 2020, are:

Long-term liabilities		
Judgment payable	(177,500)	
Note payable	(44,100)	
OPEB obligation	(523,030)	
Net pension liability	<u>(14,900)</u>	
		<u>(759,530)</u>

Net Position \$ 24,595,483

The accompanying notes are an integral part of this financial statement.

**MADISON PARISH POLICE JURY  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES/DEFICITS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

	General	Library	Garbage Maintenance	Health Unit
<b>Revenues</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 472,788	\$ 646,920	\$ 479,462	\$ 165,954
Other taxes and penalties	1,805	-	-	-
Licenses and permits	129,377	-	-	-
Intergovernmental revenues:				
Federal funds - federal grants	6,707	18,864	11,992	54,080
State funds:				
Parish transportation funds	-	-	-	-
State revenue sharing (net)	14,629	7,620	5,214	4,302
Severance taxes	9,261	-	-	-
Other state grants	191,727	6,775	-	-
Fees, charges, and commissions for services	536	-	576,698	-
Fines and forfeitures	-	135	-	-
Use of money and property	1,233	15,056	5,026	7,363
Other revenues	211,177	3,553	-	-
Total Revenues	<u>1,039,240</u>	<u>698,923</u>	<u>1,078,392</u>	<u>231,699</u>
<b>Expenditures</b>				
Current:				
General government:				
Legislative	122,048	-	-	-
Judicial	451,203	-	-	-
Elections	31,511	-	-	-
Finance and administrative	204,406	-	-	-
Public safety	149,360	-	-	-
Public works	355	-	982,664	-
Health and welfare	35,557	-	-	139,296
Culture and recreation	24,873	384,209	-	-
Economic development and assistance	52,102	-	-	-
Transportation	49,430	-	-	-
Miscellaneous	5,509	-	-	-
Debt service	-	-	-	-
Capital outlay	-	76,233	-	-
Total Expenditures	<u>1,126,354</u>	<u>460,442</u>	<u>982,664</u>	<u>139,296</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(87,114)</u>	<u>238,481</u>	<u>95,728</u>	<u>92,403</u>
Other Financing Sources (Uses)				
Transfers in	-	-	17,376	-
Transfers out	-	-	(17,376)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(87,114)	238,481	95,728	92,403
Fund Balances - beginning	589,092	1,924,642	1,959,306	1,970,562
Fund Balances - ending	<u>\$ 501,978</u>	<u>\$ 2,163,123</u>	<u>\$ 2,055,034</u>	<u>\$ 2,062,965</u>

-continued

The accompanying notes are an integral part of this financial statement.

**MADISON PARISH POLICE JURY  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES/DEFICITS  
FOR THE YEAR ENDED DECEMBER 31, 2020 – continued**

	Public Works	Courthouse and Jail	E- 911	Other Governmental	Total
<b>Revenues</b>					
Local sources:					
Taxes:					
Ad valorem	\$ 2,293,501	\$ 1,030,580	\$ 302,659	\$ -	\$ 5,391,864
Other taxes and penalties	-	-	140,937	-	142,742
Licenses and permits	-	-	-	5,088	134,465
Intergovernmental revenues:					
Federal funds - federal grants	38,370	27,146	4,312	412,890	574,361
State funds:					
Parish transportation funds	170,532	-	-	-	170,532
State revenue sharing (net)	42,587	-	-	54,537	128,889
Severance taxes	-	-	-	-	9,261
Other state grants	59,704	3,240	-	214,356	475,802
Fees, charges, and commissions					
for services	982	-	-	30,996	609,212
Fines and forfeitures	-	-	-	293,304	293,439
Use of money and property	3,144	38,508	11,893	491	82,714
Other revenues	5,776	26,543	120	65,092	312,261
Total Revenues	<u>2,614,596</u>	<u>1,126,017</u>	<u>459,921</u>	<u>1,076,754</u>	<u>8,325,542</u>
<b>Expenditures</b>					
Current:					
General government:					
Legislative	-	-	-	-	122,048
Judicial	-	2,108	-	530,397	983,708
Elections	6,508	-	-	-	38,019
Finance and administrative	85,564	97,564	-	2,334	389,868
Public safety	-	736,026	375,698	23,718	1,284,802
Public works	2,039,747	-	-	602,134	3,624,900
Health and welfare	-	-	-	-	174,853
Culture and recreation	-	-	-	-	409,082
Economic development and assistance	-	-	-	-	52,102
Transportation	-	-	-	-	49,430
Miscellaneous	-	-	-	-	5,509
Debt services	42,670	-	-	-	42,670
Capital outlay	35,577	55,274	5,573	-	172,657
Total Expenditures	<u>2,210,066</u>	<u>890,972</u>	<u>381,271</u>	<u>1,158,583</u>	<u>7,349,648</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>404,530</u>	<u>235,045</u>	<u>78,650</u>	<u>(81,829)</u>	<u>975,894</u>
Other Financing Sources (Uses)					
Transfers in	130,075	-	28,891	55,261	231,603
Transfers out	(51,703)	-	-	(162,524)	(231,603)
Total Other Financing Sources (Uses)	<u>78,372</u>	<u>-</u>	<u>28,891</u>	<u>(107,263)</u>	<u>-</u>
Net Change in Fund Balances	482,902	235,045	107,541	(189,092)	975,894
Fund Balances - beginning	1,941,194	8,254,237	1,120,468	(744,734)	17,014,767
Fund Balances - ending	<u>\$ 2,424,096</u>	<u>\$ 8,489,282</u>	<u>\$1,228,009</u>	<u>\$ (933,826)</u>	<u>\$17,990,661</u>

The accompanying notes are an integral part of this financial statement.

**MADISON PARISH POLICE JURY  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES/DEFICITS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2020**

Total net change in fund balances - governmental funds \$ 975,894

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capital outlay in the current period:

Capital outlay	172,658	
Depreciation expense	<u>(362,224)</u>	(189,566)

Governmental funds do not report funds received more than 60 days after the end of the year as revenues in the current year, but the Statement of Activities reports all receivables regardless of when collected. This is the net change resulting from recording all receivables on the Statement of Activities. (41,311)

Payments of long-term debt are reported as expenditures in governmental funds. However, those amounts are a reduction of long-term liabilities in the Statement of Net Position and are not reflected in the Statement of Activities. 18,139

Net pension expense is reported in governmental funds as expenditures as they are paid, however, in the Statement of Activities the net pension expense is reported according to estimates required by GASB 68:

Pension expenses paid	194,650	
Pension expenses per GASB 68	(216,557)	
Non-employer contributions to cost sharing pension plan	<u>25,614</u>	3,707

The Statement of Activities recorded unfunded cost of post employment medical insurance cost (OPEB) in the current year, but it will not be recorded in Governmental funds until actually paid. (128,311)

Change in net position of governmental activities \$ 638,552

The accompanying notes are an integral part of this financial statement.



**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**INTRODUCTION**

The Madison Parish Police Jury (the Police Jury) is the governing authority for Madison Parish and is a political subdivision of the state of Louisiana. The Police Jury is governed by five jurors representing the various districts within the parish. The jurors serve four-year terms which expire on January 10, 2024.

Louisiana Revised Statute 33:1236 gives the Police Jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of those are the powers to make regulations for their own government, to regulate the construction and maintenance of roads and bridges, to replace and maintain drainage systems, to regulate the sale of alcoholic beverages, and to provide for the health and welfare of the poor, disadvantaged, and unemployed in the parish. Funding to accomplish these tasks is provided by ad valorem taxes, sales taxes, beer, and alcoholic beverage permits, state revenue sharing, and various other state and federal grants.

In accomplishing its objectives, the Police Jury also has authority to create special districts (component units) within the parish. The districts perform specialized functions, such as fire protections, library facilities, and health care facilities.

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION**

The accompanying basic financial statements of the Madison Parish Police Jury have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*, issued in June 1999.

**B. REPORTING ENTITY**

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

Governmental Accounting Standards Board (GASB) Statement No. 14 establishes criteria for determining the governmental reporting entity and component units that should be considered part of the Madison Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

1. Appointing a voting majority of an organization's governing body and:
  - a. The ability of the Police Jury to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the Police Jury

**MADISON PARISH POLICE JURY  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2020**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued**

**B. REPORTING ENTITY - continued**

2. Organization for which the Police Jury does not appoint a voting majority but are fiscally dependent on the Police Jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

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

<u>Component Unit</u>	<u>Fiscal Year Ended</u>	<u>Criteria Used</u>
Madison Parish Hospital Service District	December 31	1 and 3
Madison Parish Port Commission	December 31	1 and 3
Madison Parish Recreation District	December 31	1 and 3
Afton Fire Protection	December 31	1 and 3
Mound Fire Protection	December 31	1 and 3
Bear Lake Fire Protection Dist. No. 1	December 31	1 and 3
Madison Parish Tax Assessor	December 31	2 and 3
Madison Parish Clerk of Court	June 30	2 and 3
Madison Parish Sheriff	June 30	2 and 3
Madison Parish Tourism Commission	December 31	1 and 3

The component units listed above are not included in the basic financial statements.

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

**C. FUND ACCOUNTING**

The accounts of the Police Jury are organized and operated on the basis of funds. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

The governmental funds are divided into separate "fund types." Governmental funds are to account for government's general activities, where the focus of attention is on the providing of services to the public as opposed to proprietary funds where the focus of attention is on recovering the cost of providing services to the public or other agencies through service charges or user fees. The Police Jury's current operations require the use of governmental funds. The fund types used by the Police Jury are described as follows:

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued**

**C. FUND ACCOUNTING - continued**

**Governmental Funds**

Governmental funds account for all or most of the Police Jury's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the Police Jury. The following are the Police Jury's governmental funds:

**General Fund** – The general fund in the general operating fund of the Police Jury. It accounts for all activities except those required to be accounted for in other funds.

**Library Fund** – This fund accounts for the activities performed for the public library.

**Garbage Maintenance** – This fund accounts for the parish garbage collection services.

**Health Unit** – This fund accounts for funds for the parish health center.

**Public Works** – This fund accounts for funds used to maintain the parish roads and streets.

**Courthouse and Jail** – This fund accounts for operation and maintenance of the courthouse and jail.

**E-911** – This fund accounts for the operation of the Madison Parish Communications District.

**Other Governmental** – This fund is comprised of all non-major funds which include Criminal Court, Memorial, Group Health Savings, Grant Fund, Witness Fees, FEMA Disaster, Emergency Shelter Donation, Recreation Board, OHSEP, LCDBG, and Building Fund.

**D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING**

**Government-Wide Financial Statements (GWFS)**

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 *Accounting and Financial Reporting for Nonexchange Transactions*. Fiduciary funds are not included in the government-wide financial statements.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued**

**D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING – continued**

**Program revenues** – Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the Police Jury's taxpayers or citizenry. As a whole, program revenues reduce the cost of the function to be financed from the Police Jury's general revenues.

**Allocation of indirect expenses** – The Police Jury reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

**Fund Financial Statements (FFS)**

**Governmental Funds** – The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The governmental funds use the following practices in recording revenues and expenditures:

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

Sales tax is susceptible to accrual.

Federal and state grants are recognized when the Police Jury is entitled to the funds.

Fines, forfeitures, and court costs are recognized in the year they are received by the parish tax collector.

Interest income on time deposits is recognized when the time deposits have matured, and the interest is available.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued**

**D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING – continued**

Substantially all other revenues are recognized when they become available to the Police Jury. Based on the above criteria, ad valorem taxes, federal and state grants, and fines and forfeitures, and court costs have been treated as susceptible to accrual.

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

**Other Financing Sources (Uses)** – Sale of fixed assets, increases in capital lease purchases, and transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses) and are recognized when the underlying events occur.

**E. BUDGETARY ACCOUNTING**

Preliminary budgets for the ensuing year are prepared by the secretary treasurer prior to December 31 of each year. The availability of the proposed budgets for public inspection and the date of the public hearing on the proposed budgets are then advertised in the official journal. During its regular December meeting, the Police Jury holds a public hearing on the proposed budgets in order to receive comments from residents of the parish. Changes are made to the proposed budgets based on the public hearing and the desires of the Police Jury as a whole. The budgets are then adopted during the Police Jury's regular December meeting, and a notice of the adoptions is then published in the official journal.

The secretary-treasurer presents necessary budget amendments to the Police Jury during the year when, in her judgment, actual operations are differing materially from those anticipated in the original budget. During a regular meeting, the Police Jury reviews the proposed amendments, makes changes as it deems necessary, and formally adopts the amendments. The adoption of the amendments is included in Police Jury minutes published in the official journal.

The Police Jury exercises budgetary control at the functional level. Within functions the secretary-treasurer has the discretion to make changes as she deems necessary for proper control. Unexpended appropriations lapse at the year end and must be re-appropriated in the next year's budget to be expended.

**F. ENCUMBRANCE**

Outstanding encumbrances lapse at year-end. Authorization for the eventual expenditure will be included in the following year's budget appropriations. Encumbrance accounting is employed in governmental funds.

**G. CASH AND CASH EQUIVALENTS**

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

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued**

**H. INVESTMENTS**

Investments are limited by Louisiana Revised Statute (R.S.) 33:2955 and the Police Jury's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. The Police Jury invests in authorized U.S. government securities. Investments are carried at fair market value based on quoted market prices. The Police Jury's intent is to hold all investments to maturity.

**I. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES**

During the course of operations, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as interfund receivables/payables on the balance sheet. Short-term interfund loans are also classified as interfund receivables/payables.

**J. ELIMINATION AND RECLASSIFICATIONS**

In the process of aggregating data for the Statement of Net Position and the Statement of Activities some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities' column.

**K. CAPITAL ASSETS**

Capital assets are recorded at either historical cost or estimated historical cost and depreciated over their estimated useful lives (excluding salvage value). The Police Jury has a capitalization threshold of \$2,000. Donated capital assets are recorded at their estimated fair value at the date of donation. General assets are capitalized and valued at historical cost or estimated historical cost. Interest during construction was not capitalized on capital assets prior to January 1, 1999. Estimated useful life is management's estimate of how long the asset is expected to meet services demand. Vehicles and trailers are assigned a salvage value of ten percent of historical costs. Straight line depreciation is used based on the following estimated useful lives:

Buildings and improvements	20-40 years
Equipment and furniture (including vehicles)	5-15 years
Books, periodicals and law books	10 years

**L. FUND EQUITY**

Beginning with fiscal year 2011, the Police Jury implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Nonspendable Fund Balance – amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued**

**L. FUND EQUITY - continued**

Restricted Fund Balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provision, or by enabling legislation.

Committed Fund Balance – amounts constrained to specific purposes by the Police Jury itself, using its highest level of decision-making authority. To be reported as committed, amounts cannot be used for any other purpose unless the Police Jury takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance – amounts the Police Jury intends to use for a specific purpose. Intent is expressed by the Madison Parish Police Jury.

Unassigned Fund Balance – amounts that are available for any purpose. These amounts are reported only in the general fund.

When an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available, the Police Jury considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Police Jury considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Police Jury has provided otherwise their commitment or assignment actions.

**M. COMPENSATED ABSENCES**

Employees of the Police Jury receive 10 to 20 days of annual leave each year, depending on the length of service. A maximum of 5 days annual leave may be carried forward to the next year. Upon voluntary resignation or retirement, employees are compensated for annual leave accumulated to the date of separation. Sick leave is credited to a permanent full-time employee at the rate of 1 day for each month of continuous employment. Sick leave may accumulate to a maximum of 90 days. Upon retirement, all unused accumulated sick leave is used in retirement benefit computations as earned services.

**N. INTERFUND TRANSACTIONS**

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.



**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued**

**O. USE OF ESTIMATES**

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

**P. RESTRICTED NET POSITION**

For the government-wide Statement of Net Position, net position is reported as restricted when constraints placed on net position use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments.

Imposed by law through constitutional provisions or enabling legislation. Restricted net position reported by the Police Jury is restricted by enabling legislation.

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

**NOTE 2. CASH AND CASH EQUIVALENTS**

At December 31, 2020, the Police Jury has cash and cash equivalents totaling \$8,698,223 as follows:

Demand deposits	\$	40,846
Interest bearing demand deposits		8,657,238
Petty cash		139
Total		\$ 8,698,223

These deposits are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposits' insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

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 Police Jury that the fiscal agent has failed to pay deposited funds upon demand.

As of December 31, 2020, the book balance of the Police Jury's deposit was \$8,698,223 and the bank balance was \$9,082,769. Of the bank balance, \$693,521 was covered by federal depository insurance and \$8,389,248 by pledged securities.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTIBILITY**

**A. Deficit Fund Balances**

The following funds have a deficit in the fund balance at December 31, 2020:

<u>Fund</u>	<u>Amount of Deficit</u>
Criminal Court	\$ (1,042,923)
OHSEP	(11,739)

**B. Excess of Budgeted Revenues Over Actual Revenues in Individual Funds**

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variances</u>
General Fund	1,060,947	1,039,240	(21,707)
Garbage Maintenance	1,081,400	1,078,392	(3,008)
Public Works	2,641,775	2,614,596	(27,179)

**C. Excess of Actual Expenditures Over Budgeted Expenditures in Individual Funds**

The following funds had actual expenditures greater than budgeted expenditures for the year ended December 31, 2020.

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Library	456,577	460,442	(3,865)
Public Works	2,197,156	2,210,066	(12,910)
Courthouse and Jail	883,374	890,972	(7,598)
E-911	380,771	381,271	(500)

**NOTE 4. LEVIED TAXES**

The Police Jury levies taxes on real and business personal property located within Madison Parish's boundaries. Property taxes are levied by the Police Jury on property values assessed by the Madison Parish Tax Assessor and approved by the State of Louisiana Tax Commission. The Madison Parish Sheriff's Office bills and collects property taxes for the Police Jury. Collections are remitted to the Police Jury monthly.

**Property Tax Calendar**

Levy date	No later than November 15 <sup>th</sup>
Tax bills mailed	October-November
Due date	December 31 <sup>st</sup>
Lien date	Date of filing in Clerk of Court's office
Tax sale – 2020 delinquent property	April, 2021

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 4. LEVIED TAXES- continued**

Assessed values are established by the Madison Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value.

10% land	15% machinery
10% residential improvements	15% commercial improvements
15% industrial improvements	25% public service properties, excluding land

A revaluation of all properties is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2020. Total assessed value was \$117,053,283 in calendar year 2020. Louisiana state law exempts the first \$7,500 of assessed value of taxpayer's primary residence from parish property taxes. This homestead exemption was \$10,385,943 of the assessed value in calendar year 2020.

State law requires the sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of 1.25% per month until the taxes are paid. After notice is given to the delinquent taxpayers, the sheriff is required by the constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed.

All property taxes are recorded in the general fund, library, garbage maintenance, health unit, E-911, public works, and courthouse and jail funds. Revenues in such funds are recognized in the accounting period in which they become measurable and available. Property taxes are considered measurable in the calendar year of the tax levy. Available means due, or past due, and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. The remaining property taxes receivables are considered available because they are substantially collected within 60 days subsequent to year-end.

The tax roll is prepared by the parish tax assessor in November of each year; therefore, the amount of 2020 property taxes to be collected occurs in December of the current year and January and February of the next year. Historically, virtually all ad valorem taxes receivables were collected since they are secured by property; therefore, there is no allowance for uncollectible taxes.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 4. LEVIED TAXES - continued**

The following is a summary of authorized and levied ad valorem taxes for the year ended December 31, 2020:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
<i>Parish-wide taxes:</i>			
General Fund/In	1.73	1.63	Indefinite
General Fund/Out	3.46	3.27	Indefinite
Health Unit	1.18	1.12	2022
Library	3.56	3.36	2022
Garbage Collection	9.03	8.72	2026
Drainage and Roads	17.10	16.52	2028
Courthouse and Jail	2.71	2.56	2022
Library 2002	1.94	1.89	2021
Health Unit 2002	1.50	1.47	2021
Courthouse and Jail 2007	7.00	6.74	2026
E-911	3.00	2.89	2026
Council on Aging	1.00	.97	2020
Public Transportation	1.00	1.00	2022
Fire	2.00	2.00	2026

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

**NOTE 5. DEPOSITS AND INVESTMENTS**

At December 31, 2020, the Police Jury had the following investments:

<u>Investment Type</u>	<u>Maturities</u>	<u>Fair Value</u>
Government securities	Less than 1 year	\$ 3,482,563
Bank certificates of deposit		706,180
Total		<u>\$ 4,188,743</u>

**Interest Rate Risk:** The Police Jury's policy does not address interest rate risk.

**Credit Risk:** The Police Jury invests in certificate of deposit and U.S. Treasury securities which do not have credit ratings.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 6. RECEIVABLES**

The following is a summary of receivables at December 31, 2020:

	General	Library	Garbage Maintenance	Health Unit	Public Works	Courthouse and Jail	E911 and Other Governmental	Total Governmental Fund	Government Wide
Taxes:									
Ad Valorem	\$586,254	\$558,256	\$457,421	\$ 209,934	\$ 2,189,848	\$ 983,735	\$300,469	\$5,285,917	\$5,557,731
Other taxes	9,593	-	-	-	-	-	-	9,593	9,593
Gaming	13,697	-	-	-	-	-	-	13,697	13,697
Other	7,983	-	60,098	12,600	12,714	-	60,880	154,275	154,275
<b>Total</b>	<b>\$617,527</b>	<b>\$558,256</b>	<b>\$517,519</b>	<b>\$ 222,534</b>	<b>\$ 2,202,562</b>	<b>\$ 983,735</b>	<b>\$361,349</b>	<b>\$5,463,482</b>	<b>\$5,735,296</b>

Historically, virtually all ad valorem taxes receivables were collected since they are secured by property; therefore, no allowance for doubtful accounts has been established for ad valorem taxes. The balance of accounts receivable is expected to be collected in full so no allowance for doubtful accounts has been established.

**NOTE 7. INTERFUND ASSETS/LIABILITIES (FFS LEVEL ONLY)**

Due from/to other funds:

Receivable Fund	Amount	Payable Fund	Amount
General Fund	\$ 1,080,618	General Fund	\$1,104,894
Library	277	Library	-
Garbage Maintenance	-	Garbage Maintenance	30,518
Health Unit	42,671	Health Unit	-
Public Works	170,435	Public Works	3,829
Courthouse and Jail	903,514	Courthouse and Jail	-
E-911	12,514	E-911	1,098
Other Governmental	14,627	Other Government	1,084,317
<b>Total</b>	<b>\$ 2,224,656</b>		<b>\$ 2,224,656</b>

The interfund balances are loans between funds to cover operating expenses.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 8. CAPITAL ASSETS**

The following schedule presents changes in capital assets for the Police Jury:

	Balance, Beginning	Additions	Deletions	Balance, Ending
<b>Governmental activities</b>				
Not subject to depreciation:				
Land	\$ 188,750	\$ -	\$ -	\$ 188,750
Quebec Road	3,771,405	-	-	3,771,405
Subject to depreciation:				
Health Unit	1,688,635	-	-	1,688,635
Buildings and improvements	6,329,028	-	-	6,329,028
Furniture and equipment	3,782,809	111,488	-	3,894,297
Books and periodicals	736,427	61,169	15,257	782,339
Total	<u>16,497,054</u>	<u>172,657</u>	<u>15,257</u>	<u>16,654,454</u>
Less accumulated depreciation				
Buildings and improvements	5,339,960	156,931	-	5,496,891
Furniture and equipment	3,257,305	127,059	-	3,384,364
Books and periodicals	590,349	78,234	15,257	653,325
Total	<u>9,187,614</u>	<u>362,224</u>	<u>15,257</u>	<u>9,534,580</u>
Governmental activities capital assets, net	<u>\$ 7,309,440</u>	<u>\$ (189,567)</u>	<u>\$ -</u>	<u>\$ 7,119,874</u>

Current year depreciation expense was charged to governmental activities for the Police Jury as follows:

Judicial	\$ 7,642
Elections	171
Other general government	63,301
Public safety	96,128
Public works	37,884
Health and welfare	56,497
Culture and recreation	100,601
Total	<u>\$ 362,224</u>

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 9. POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (continued)**

**General Information about the OPEB Plan**

**Plan Description.** The Madison Parish Police Jury (the Police Jury) provides certain continuing health care and life insurance benefits for its retired employees. The Madison Parish Police Jury's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Police Jury. The authority to establish and/or amend the obligation of the employer, employees, and retirees' rests with the Police Jury. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions – Reporting for Benefits Not Provided Through Trusts That Meet Specified Criteria – Defined Benefit*.

**Benefits Provided.** Medical benefits are provided through comprehensive plans and are made available to employees upon actual retirement. Employee's retirement eligibility (D.R.O.P. entry) provisions are as follows: Employees are covered by the Parochial Employees' Retirement System of Louisiana, whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; age 60 and 10 years of service; or, age 65 and 7 years of service. Only employees hired prior to January 1, 2001, are eligible for benefits.

Life insurance coverage is not considered for this valuation.

**Employees Covered by Benefit Terms.** At December 31, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	3
	8

**Total OPEB Liability**

The Police Jury's total OPEB liability of \$523,030 was measured as of December 31, 2020 and was determined by an actuarial valuation as of that date.

**Actuarial Assumptions and Other Inputs.** The total OPEB liability in the December 31, 2020, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	3%, including inflation
Discount rate	2.74% annually (Beginning of Year to Determine ADC)
	2.12%, annually (As of End of Year Measurement Date)
Healthcare cost trend rates	5.5% annually until year 2030, then 4.5%
Mortality	SOA RP-2014 Table

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 9. POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (continued)**

The discount rate was based on the average of the Bond Buyers' 20-year General Obligation municipal bond index as of December 31, 2020, the end of the applicable measurement period.

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of ongoing evaluations of the assumptions from January 1, 2009, to December 31, 2020.

**Changes in the Total OPEB Liability**

Balance at December 31, 2019		\$	394,719
<hr/>			
Changes for the year:			
Service cost			-
Interest			10,815
Differences between expected and actual experience			59,002
Changes in assumptions			83,664
Benefit payments and net transfers			(25,170)
Net changes			<u>128,311</u>
<hr/>			
Balance at December 31, 2020		\$	<u>523,030</u>

**Sensitivity of the total OPEB liability to changes in the discount rate.** The following presents the total OPEB liability of the Police Jury, as well as what the Police Jury's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.12%) or 1-percentage-point higher (3.12%) than the current discount rate:

	1.0% Decrease (1.12%)	Current Discount Rate (2.12%)	1.0% Increase (3.12%)
Total OPEB Liability	\$ 578,372	\$ 523,030	\$ 476,070

**Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates -** The following presents the total OPEB liability of the Police Jury, as well as what the Police Jury's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB Liability	\$ 478,349	\$ 523,030	\$ 574,503



**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 9. POSTEMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS (continued)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2020, the Police Jury recognized OPEB expense of \$153,481. At December 31, 2020, the Police Jury reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ -
Changes in assumptions	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ending December 31:	
2021	-
2022	-
2023	-
2024	-
2025	-
Thereafter	-

**NOTE 10. ACCOUNTS PAYABLE, SALARIES AND OTHER PAYABLES**

At December 31, 2020, the Police Jury had the following payables:

	General Fund	Library Fund	Garbage Maintenance	Health Unit	Public Works	Courthouse and Jail	E-911	Other Governmental	Total
Vendors	\$214,402	\$ 5,661	\$ -	\$ 11	\$24,468	\$ 56,670	\$ -	\$ 17,481	\$318,693
Payroll	-	-	-	-	-	-	-	41,094	41,094
Total	<u>\$214,402</u>	<u>\$ 5,661</u>	<u>\$ -</u>	<u>\$ 11</u>	<u>\$24,468</u>	<u>\$ 56,670</u>	<u>\$ -</u>	<u>\$ 58,575</u>	<u>\$359,787</u>

**NOTE 11. COMPENSATED ABSENCES**

At December 31, 2020, no accrual has been made for accumulated and vested employee benefits as this amount is deemed immaterial.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 12. LONG-TERM LIABILITIES**

The following is a summary of the long-term liabilities' transactions and balances for the year ended December 31, 2020:

	Beginning Balance	Additions	Deductions	Ending Balance	Amounts Due within One year
Governmental Activities:					
Claims and judgments payable	\$ 177,500	\$ -	\$ -	\$ 177,500	\$ -
Note payable	62,239	-	18,139	44,100	19,020
Net pension liability	1,288,296	-	1,273,396	14,900	-
OPEB obligation	394,719	128,311	-	523,030	-
Governmental Activities:					
Long-term liabilities	<u>\$ 1,922,754</u>	<u>\$ 128,311</u>	<u>\$1,291,535</u>	<u>\$ 759,530</u>	<u>\$ 19,020</u>

Future payment requirements are as follows:

	Principal	Interest
2021	19,020	1,684
2022	19,943	761
2023	5,137	41
Thereafter	715,430	-
	<u>\$ 759,530</u>	<u>\$ 2,486</u>

**NOTE 13. INTERFUND TRANSFERS**

Operating transfers for the year ended December 31, 2020, were as follows:

Fund	Transfers In	Transfers Out
Garbage Maintenance	\$ 17,376	\$ 17,376
Public Works	130,075	51,703
E-911	28,891	-
Other Governmental	55,261	162,524
Total	<u>\$ 231,603</u>	<u>\$ 231,603</u>

The purpose of the interfund transfers was to assist in covering operating expenses.

**NOTE 14. CRIMINAL COURT FUND**

Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the Criminal Court Fund at year-end be transferred to the parish General Fund. However, for the year ended December 31, 2020, the Criminal Fund does not have a year-end balance for transfer. A balance of \$1,057,868 is due to the General Fund at December 31, 2020, for prior and current year transfers and loans.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 15. LITIGATION AND CLAIMS**

At December 31, 2020, the Police Jury is involved in litigation or is aware of claims totaling \$177,500 that are not covered by insurance. Of this amount, \$177,500 has been recorded as a liability in the government-wide financial statements.

In the year ended December 31, 2020, the Police Jury was involved in a litigation matter over the award of a contract for solid waste collection and disposal. Discovery is ongoing, and the Police Jury is strenuously opposing the litigation. The Police Jury believes there is a significant likelihood of a ruling in favor of the Police Jury and have not recorded any liability or payable related to this lawsuit.

Grant Disallowances. The Police Jury participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under the terms of the grant.

**NOTE 16. RISK MANAGEMENT**

The Police Jury is at risk for property damage, liability and theft which are covered by insurance policies.

**NOTE 17. LEASES**

During the year ended December 31, 2020, the Police Jury had nine ongoing operating leases necessary for the maintenance of the Parish road system. These leases have monthly payments ranging from \$999 to \$3,500. The lease terms are typically 36 to 60 months.

The future minimum lease payments are as follows:

Year Ended December 31st	Future minimum lease payments
2021	\$ 89,121
2022	89,121
2023	52,469
2024	17,954
2025	14,996
Total	\$ 263,661

**NOTE 18. DEFICIT FUND BALANCE**

The Criminal Court Fund was the only nonmajor special revenue fund with a significant deficit fund balance. If the deficit cannot be eliminated through future operations, the general fund will appropriate resources necessary to alleviate the deficit.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 19. PENSION PLAN**

Substantially all employees of the Parish are members of the Parochial Employees' Retirement System (PERS). The plan is administered by a separate board of trustees and is a cost-sharing, multiple-employer defined benefit pension plan. The System issues annual, publicly- available financial reports that include financial statements and required supplementary information for the system. The report may be obtained by writing to the Parochial Employees Retirement System of Louisiana, 7509 Wrenwood Boulevard, Baton Rouge, Louisiana 70809, or by calling (225) 928-1361, or by visiting the System's website [www.persla.org](http://www.persla.org). All permanent employees working at least 28 hours per week are eligible to participate in the System.

The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Police Jury are members of Plan A.

Any member of Plan A who was hired prior to January 1, 2007, can retire providing he/she meets one of the following criteria:

1. Any age after 30 years of creditable service.
2. Age 55 after 25 years of creditable service.
3. Age 60 after 10 years of creditable service.
4. Age 65 after 7 years creditable service.

Eligibility for retirement for Plan A members hired on or after January 1, 2007, is as follows:

1. Age 55 after 30 years of creditable service.
2. Age 62 after 10 years of creditable service.
3. Age 67 after 7 years of creditable service.

Generally, the monthly amount of the retirement allowance of any member of Plan A shall consist of an amount equal to three percent of the employee's final average compensation multiplied by his or her years of creditable service. However, under certain conditions the benefits are limited to specified amounts.

The System also provides death and disability benefits. Benefits are established or amended by state statute.

Contributions- Per Act 765 of the 1979 Regular Session of the Louisiana Legislature, contribution rates for employees are established by state law and employer contribution rates are actuarially determined each year by the System's Board of Trustees. Employees are required to contribute 9.5% of their annual pay. The Parish's contractually required contribution rate was 11.5% for the period ended December 31, 2020, and 11.5% for period January 1, 2021, through December 31, 2021.

Contributions to the System from the Parish for December 31, 2020, 2019, and 2018, were \$429,400, \$386,075, and \$379,935, respectively, equal to the required contributions for each year.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 19. PENSION PLAN (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At December 31, 2020, the Parish reported a liability of \$14,900 for its proportionate share of the net pension liability. The net pension liability (asset) was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The Parish's proportion of the net pension liability was based on a projection of the Parish's December 31, 2020, contribution to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At December 31, 2019, the Parish's proportion was 0.316527%, which was an increase of 0.026263% from its proportion measured as of December 31, 2018. For the year ended December 31, 2020, The Parish recognized pension expense of \$216,557. At December 31, 2020, the Parish reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 133,390
Net difference between projected and actual earnings on pension plan investments	-	558,543
Changes in proportion and differences between parish contributions and proportionate share of contributions	29,041	1,946
Change of assumption	208,102	-
Parish contributions subsequent to the measurement date	429,400	-
	<u>\$ 666,543</u>	<u>\$ 693,879</u>

\$429,400 reported as deferred outflows of resources related to pensions resulting from the Parish's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year Ended:**

December 31, 2019	\$ (99,188)
December 31, 2020	(130,134)
December 31, 2021	24,053
December 31, 2022	(251,467)

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 19. PENSION PLAN (Continued)**

Actuarial Assumptions – A summary of the actuarial methods and assumptions used in determining the total pension liability (asset) as of December 31, 2020, are as follows:

Valuation Date	December 31, 2019
Actuarial Cost Method	Plan A - Entry Age Normal
Investment Rate of Return	6.50%, Net of Investment Expense, including inflation
Expected Remaining Service lives	4 years
Projected Salary Increases	Plan A - 4.75%
Cost of Living Adjustments	The present value of future retirements benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increase not yet authorized by the Board of Trustees.
Mortality	Pub-2010 Public Retirement Plans Mortality Table for Health Retirees multiplied by 130% for males and 125% for females using MP2018 scale for annuitant and beneficiary mortality. For employees, the Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females using MP2018 scale. Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females using MP2018 scale for disabled annuitants.
Inflation Rate	2.40%

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers and non-employer contributing entities will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the capital asset pricing model (top-down), a treasury yield curve approach (bottom up), and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward-looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.00% and an adjustment for the effect of rebalancing / diversification. The resulting expected long-term rate of return is 7.18% for the year ended December 31, 2019.

**MADISON PARISH POLICE JURY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

**NOTE 19. PENSION PLAN (Continued)**

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2019, are summarized in the following table:

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long - Term Expected Portfolio Real Rate of Return</u>
Fixed Income	35%	1.05%
Equity	52%	3.41%
Alternatives	11%	0.61%
Real Assets	2%	0.11%
Total	100%	5.18%
Inflation		2.00%
Expected Arithmetic Nominal Return		7.18%

The mortality rate assumption used was set based upon an experience study performed on plan data for the period January 1, 2013, through December 31, 2017. The data was assigned credibility weighting and combined with a standard table to produce current levels of mortality. As a result of this study, mortality for employees was set equal to the Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale. In addition, mortality for annuitants and beneficiaries was set equal to the Pub-2010 Public Retirement plans Mortality Table for Healthy Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale. For disabled annuitants, mortality was set equal to the Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale.

Sensitivity of the Parish's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the Parish's proportionate share of the net pension liability calculated using the discount rate of 6.50%, as well as what the Parish's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (5.50%) or one percentage-point higher (7.50%) than the current rate:

	1.00% Decrease 5.50%	Current Discount Rate 6.50%	1.00% Increase 7.50%
The Parish's Proportionate Share of the Net Pension Liability	\$ 1,610,455	\$ 14,900	\$ (1,322,144)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in the separately issued System financial report.

**NOTE 20. SUBSEQUENT EVENTS**

Subsequent events were evaluated through November 10, 2021, which is the date the financial statements were available to be issued. As of January 1, 2021, the E-911 Fund withdrew from the Madison Parish Police Jury and will be under their own management.

**REQUIRED SUPPLEMENTAL INFORMATION**

**PART II**



## **MADISON PARISH POLICE JURY**

### **Budgetary Comparison Schedules**

#### **General Fund and Major Special Revenue Funds with Legally Adopted Annual Budgets**

##### **General Fund**

The General fund accounts for all activities of the Police Jury except those that are accounted for in other funds.

##### **Library**

The Library fund accounts for the operations of the parish library. Financing is provided by a specific parish-wide ad valorem tax.

##### **Garbage Maintenance**

The Garbage Maintenance fund accounts for the operations of the parish-wide garbage collection process. Financing is provided by a specific parish-wide ad valorem tax and user fees.

##### **Health Unit**

The Health Unit fund accounts for the maintenance and operation of the parish health unit. Financing is provided by a specific parish-wide ad valorem tax.

##### **Public Works**

The Public Works fund accounts for the maintenance of the parish highways, streets, and bridges. Financing is provided by a specific parish-wide ad valorem tax.

##### **Courthouse and Jail**

The Courthouse and Jail fund accounts for the maintenance and operation of the courthouse and jail. Financing is provided by a specific parish-wide ad valorem tax.

##### **E – 911**

The E – 911 fund accounts for the operations of the Madison Parish Communications District. Financing is provided by a specific parish wide ad valorem tax, fees, and surcharges.

**MADISON PARISH POLICE JURY  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
DECEMBER 31, 2020**

	Budgeted Amounts		Amounts	Variance
	Original	Final	(Budgetary Basis)	Favorable (Unfavorable)
Budgetary Fund Balance - beginning	\$ 589,092	\$ 589,092	\$ 589,092	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	446,872	460,207	472,788	12,581
Other taxes, penalties and interest	-	10,208	1,805	(8,403)
Licenses and permits	261,803	319,851	129,377	(190,474)
Intergovernmental revenues:				
Federal funds	24,250	23,215	6,707	(16,508)
State funds:				
State revenue sharing (net)	9,230	29,533	14,629	(14,904)
Severance taxes	-	-	9,261	9,261
Other	-	-	191,727	191,727
Fees, charges, and commissions for services	-	9,938	536	(9,402)
Use of money and property	4,730	2,825	1,233	(1,592)
Other revenues	156,855	205,170	211,177	6,007
Amounts available for appropriations	<u>1,492,832</u>	<u>1,650,039</u>	<u>1,628,332</u>	<u>(21,707)</u>
Charges to appropriations (outflows)				
General government:				
Legislative	17,435	110,954	122,048	(11,094)
Judicial	399,077	370,671	451,203	(80,532)
Elections	40,000	28,484	31,511	(3,027)
Finance and administration	161,020	248,196	204,406	43,790
Other general government	-	48,287	-	48,287
Public safety	376,566	138,472	149,360	(10,888)
Public works	-	1,406	355	1,051
Health and welfare	48,355	48,917	35,557	13,360
Culture and recreation	25,670	22,900	24,873	(1,973)
Economic development and assistance	74,642	65,483	52,102	13,381
Transportation	73,206	49,073	49,430	(357)
Capital outlay	-	4,153	-	4,153
Miscellaneous	-	-	5,509	(5,509)
Total charges to appropriations	<u>1,215,971</u>	<u>1,136,996</u>	<u>1,126,354</u>	<u>10,642</u>
Budgetary Fund Balance - ending	<u>\$ 276,861</u>	<u>\$ 513,043</u>	<u>\$ 501,978</u>	<u>\$ (11,065)</u>

**MADISON PARISH POLICE JURY  
LIBRARY  
BUDGETARY COMPARISON SCHEDULE  
DECEMBER 31, 2020**

	Budgeted Amounts		Amounts	Variance
	Original	Final	(Budgetary Basis)	Favorable (Unfavorable)
Budgetary Fund Balance - beginning	\$ 1,924,642	\$ 1,924,642	\$ 1,924,642	\$ -
<i>Resources (inflows)</i>				
Local sources:				
Taxes:				
Ad valorem	571,028	587,098	646,920	59,822
Intergovernmental revenues:				
Federal funds	8,680	18,864	18,864	-
State funds:				
State revenue sharing (net)	7,700	14,395	7,620	(6,775)
Other state grants	-	-	6,775	6,775
Fees, charges, and commissions for services	3,090	2,993	-	(2,993)
Fines and forfeitures	180	135	135	-
Use of money and property	4,000	2,990	15,056	12,066
Other revenues	-	559	3,553	2,994
	2,519,320	2,551,676	2,623,565	71,889
Amounts available for appropriations				
Charges to appropriations (outflows)				
Culture and recreation	590,995	456,577	384,209	72,368
Capital outlay	-	-	76,233	(76,233)
	590,995	456,577	460,442	(3,865)
Total charges to appropriations				
Budgetary Fund Balance - ending	\$ 1,928,325	\$ 2,095,099	\$ 2,163,123	\$ 68,024

**MADISON PARISH POLICE JURY  
GARBAGE MAINTENANCE  
BUDGETARY COMPARISON SCHEDULE  
DECEMBER 31, 2020**

	Budgeted Amounts		Amounts	Variance
	Original	Final	(Budgetary Basis)	Favorable (Unfavorable)
Budgetary Fund Balance - beginning	\$ 1,959,306	\$ 1,959,306	\$ 1,959,306	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	442,386	483,515	479,462	(4,053)
Intergovernmental revenues:				
Federal funds	13,794	11,992	11,992	-
State funds:				
State revenue sharing (net)	5,270	5,214	5,214	-
Fees, charges, and commissions for services	459,230	576,486	576,698	212
Use of money and property	20,000	4,193	5,026	833
Amounts available for appropriations	<u>2,899,986</u>	<u>3,040,706</u>	<u>3,037,698</u>	<u>(3,008)</u>
Charges to appropriations (outflows)				
General government:				
Judicial	-	34	-	34
Other general government	-	20	-	20
Public works	932,504	982,610	982,664	(54)
Total charges to appropriations	<u>932,504</u>	<u>982,664</u>	<u>982,664</u>	<u>-</u>
Budgetary Fund Balance - ending	<u>\$ 1,967,482</u>	<u>\$ 2,058,042</u>	<u>\$ 2,055,034</u>	<u>\$ (3,008)</u>

**MADISON PARISH POLICE JURY  
HEALTH UNIT  
BUDGETARY COMPARISON SCHEDULE  
DECEMBER 31, 2020**

	Budgeted Amounts		Amounts	Variance
	Original	Final	(Budgetary Basis)	Favorable (Unfavorable)
Budgetary Fund Balance - beginning	\$ 1,970,562	\$ 1,970,562	\$ 1,970,562	\$ -
<b>Resources (inflows)</b>				
<b>Local sources:</b>				
<b>Taxes:</b>				
Ad valorem	156,180	162,107	165,954	3,847
<b>Intergovernmental revenues:</b>				
Federal funds	45,630	54,080	54,080	-
<b>State funds:</b>				
State revenue sharing (net)	4,350	4,302	4,302	-
Use of money and property	2,000	7,363	7,363	-
<b>Amounts available for appropriations</b>	<b>2,178,722</b>	<b>2,198,414</b>	<b>2,202,261</b>	<b>3,847</b>
<b>Charges to appropriations (outflows)</b>				
<b>General government:</b>				
Finance and Administration	-	11	-	11
Public works	-	240	-	240
Health and Welfare	123,160	139,045	139,296	(251)
<b>Total charges to appropriations</b>	<b>123,160</b>	<b>139,296</b>	<b>139,296</b>	<b>-</b>
Budgetary Fund Balance - ending	<b>\$ 2,055,562</b>	<b>\$ 2,059,118</b>	<b>\$ 2,062,965</b>	<b>\$ 3,847</b>

**MADISON PARISH POLICE JURY  
PUBLIC WORKS  
BUDGETARY COMPARISON SCHEDULE  
DECEMBER 31, 2020**

	Budgeted Amounts		Amounts	Variance
	Original	Final	(Budgetary Basis)	(Unfavorable)
Budgetary Fund Balance - beginning	\$ 1,941,194	\$ 1,941,194	\$ 1,941,194	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	2,167,745	2,309,152	2,293,501	(15,651)
Intergovernmental revenues:				
Federal funds	28,000	49,547	38,370	(11,177)
State funds:				
State revenue sharing (net)	238,000	272,823	42,587	(230,236)
Parish transportation funds	-	-	170,532	170,532
Other	-	-	59,704	59,704
Fees, charges, and commissions for services	600	982	982	-
Use of money and property	9,400	3,144	3,144	-
Other revenues	-	6,127	5,776	(351)
	<u>4,384,939</u>	<u>4,582,969</u>	<u>4,555,790</u>	<u>(27,179)</u>
Amounts available for appropriations				
Charges to appropriations (outflows)				
General government:				
Legislative	-	462	-	462
Judicial	-	9,718	-	9,718
Elections	-	-	6,508	(6,508)
Finance and administration	-	-	85,564	(85,564)
Public safety	-	2,528	-	2,528
Public works	2,516,745	2,184,448	2,039,747	144,701
Debt service	-	-	42,670	(42,670)
Capital outlay	-	-	35,577	(35,577)
	<u>2,516,745</u>	<u>2,197,156</u>	<u>2,210,066</u>	<u>(12,910)</u>
Total charges to appropriations				
Budgetary Fund Balance - ending	1,868,194	2,385,813	2,345,724	(40,089)
Interfund transfer	-	67,195	78,372	11,177
GAAP Fund Balance - ending	<u>\$ 1,868,194</u>	<u>\$ 2,453,008</u>	<u>\$ 2,424,096</u>	<u>\$ (28,912)</u>

**MADISON PARISH POLICE JURY  
COURTHOUSE AND JAIL  
BUDGETARY COMPARISON SCHEDULE  
DECEMBER 31, 200**

	Budgeted Amounts		Amounts	Variance
	Original	Final	(Budgetary Basis)	Favorable (Unfavorable)
Budgetary Fund Balance - beginning	\$ 8,254,237	\$ 8,254,237	\$ 8,254,237	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	981,275	1,037,321	1,030,580	(6,741)
Intergovernmental revenues:				
Federal funds	12,950	27,146	27,146	-
State funds:				
Other state grants	-	-	3,240	3,240
Fees, charges, and commissions for services	-	200	-	(200)
Use of money and property	17,350	20,203	38,508	18,305
Other revenues	2,000	29,582	26,543	(3,039)
Amounts available for appropriations	<u>9,267,812</u>	<u>9,368,689</u>	<u>9,380,254</u>	<u>11,565</u>
Charges to appropriations (outflows)				
General government:				
Judicial	-	1,523	2,108	(585)
Elections	-	782	-	782
Finance and administration	-	17,560	97,564	(80,004)
Other general government	751,454	307,762	-	307,762
Public safety	-	553,095	736,026	(182,931)
Public works	-	2,652	-	2,652
Capital outlay	-	-	55,274	(55,274)
Total charges to appropriations	<u>751,454</u>	<u>883,374</u>	<u>890,972</u>	<u>(7,598)</u>
Budgetary Fund Balance - ending	<u>\$ 8,516,358</u>	<u>\$ 8,485,315</u>	<u>\$ 8,489,282</u>	<u>\$ 3,967</u>

**MADISON PARISH POLICE JURY  
E - 911  
BUDGETARY COMPARISON SCHEDULE  
DECEMBER 31, 2020**

	Budgeted Amount		Amounts	Variance
	Original	Final	(Budgetary basis)	Favorable (Unfavorable)
Budgetary Fund Balance- beginning	\$ 1,120,468	\$ 1,120,468	\$ 1,120,468	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad Valorem	295,122	-	302,659	302,659
Other taxes and penalties	-	-	140,937	140,937
Intergovernmental revenues:				
Federal funds	4,580	4,312	4,312	-
Use of money & property	2,800	1,395	11,893	10,498
Other revenues	158,000	167,784	120	(167,664)
Amounts available for appropriations	<u>1,580,970</u>	<u>1,293,959</u>	<u>1,580,389</u>	<u>286,430</u>
Charges to appropriations (outflows)				
Public safety	508,449	380,374	375,698	4,676
Public works	-	397	-	397
Capital outlay	-	-	5,573	(5,573)
Total charges to appropriations	<u>508,449</u>	<u>380,771</u>	<u>381,271</u>	<u>(500)</u>
Budgetary Fund Balance - ending	1,072,521	913,188	1,199,118	285,930
Interfund transfer	-	(500)	28,891	29,391
GAAP Budgetary Fund Balance - ending	<u>\$ 1,072,521</u>	<u>\$ 912,688</u>	<u>\$ 1,228,009</u>	<u>\$ 315,321</u>



**MADISON PARISH POLICE JURY  
NOTES TO BUDGETARY COMPARISON SCHEDULES  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**A. BUDGETS**

**General Budget Policies.** Preliminary budgets for the ensuing year are prepared by the secretary-treasurer prior to December 31 of each year. The availability of the proposed budgets for public inspection and the date of the public hearing on the proposed budgets are then advertised in the official journal. During its regular December meeting, the Police Jury holds a public hearing on the proposed budgets in order to receive comments from residents of the parish. Changes are made to the proposed budgets based on the public hearing and the desires of the Police Jury as a whole. The budgets are then adopted during the Police Jury's regular December meeting, and a notice of the adoption is then published in the official journal.

The secretary-treasurer presents necessary budget amendments to the Police Jury during the year when, in her judgment, actual operations are differing materially from those anticipated in the original budget. During a regular meeting, the Police Jury reviews the proposed amendments, makes changes as it deems necessary, and formally adopts the amendments. The adoption of the amendments is included in Police Jury minutes published in the official journal.

The Police Jury exercises budgetary control at the functional level. Within functions the secretary-treasurer has the discretion to make changes as she deems necessary for proper control. Unexpended appropriations lapse at year end and must be appropriated in the next year's budget to be expended.

For the year ended December 31, 2020, budgets were adopted for the general fund and for all special revenue funds, except the Criminal Court special revenue fund, which is exempt from the requirements Louisiana Revised Statutes 30:1301-1314 (Local Government Budget Act).

Appropriations lapse at year-end and must be appropriated for the following year to be expended. All changes in the budgets must be approved by the Board and the grantor agencies.

Formal budgetary integration is employed as a management control device during the year.

**Encumbrances.** Encumbrance accounting is not recognized within the accounting records for budgetary control purposes. Authorization for the eventual expenditure will be included in the following year's budget appropriations.

**Budget Basis of Accounting.** Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when budgeted revenues within a fund are expected to exceed actual revenues by five percent or more and when actual expenditures exceed budgeted expenditures by five percent or more.

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**MADISON PARISH POLICE JURY  
NOTES TO BUDGETARY COMPARISON SCHEDULES  
FOR THE YEAR ENDED DECEMBER 31, 2020 - continued**

**B. EXCESS OF BUDGETED REVENUES OVER ACTUAL REVENUES IN INDIVIDUAL FUNDS**

The following funds had budgeted revenues greater than actual revenues for the year ended December 31, 2020.

Fund	Budget	Actual	Unfavorable Variance
General Fund	\$ 1,060,947	\$ 1,039,240	\$ (21,707)
Garbage Maintenance	1,081,400	1,078,392	(3,008)
Public Works	2,641,775	2,614,596	(27,179)

**C. EXCESS OF ACTUAL EXPENDITURES OVER BUDGETED EXPENDITURES IN INDIVIDUAL FUNDS**

The following funds had actual expenditures greater than budgeted expenditures for the year ended December 31, 2020:

Fund	Budget	Actual	Unfavorable Variance
Library	\$ 456,577	\$ 460,442	\$ (3,865)
Public Works	2,197,156	2,210,066	(12,910)
Courthouse & Jail	883,374	890,972	(7,598)
E-911	380,771	381,271	(500)

**MADISON PARISH POLICE JURY  
TALLULAH, LOUISIANA  
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

<b>Total OPEB Liability</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
Service cost	\$ -	\$ -	\$ -
Interest	13,998	14,893	10,815
Changes of benefits terms	-	-	-
Differences between expected and actual experience	(11,279)	(2,134)	59,002
Changes of assumptions	(22,178)	44,285	83,664
Benefit payments	(24,230)	(25,563)	(25,170)
<b>Net change in total OPEB liability</b>	<b>(43,689)</b>	<b>31,481</b>	<b>128,311</b>
<b>Total OPEB liability - beginning</b>	<b>406,927</b>	<b>363,238</b>	<b>394,719</b>
<b>Total OPEB liability - ending</b>	<b>363,238</b>	<b>\$ 394,719</b>	<b>\$ 523,030</b>
Covered-employee payroll	\$ 270,650	\$ 278,770	\$ 284,179
Net OPEB liability as a percentage of covered-employee payroll	134.21%	141.59%	184.05%
<b>Notes to Schedule:</b>			
<i>Benefit Changes</i>	None	None	None
<i>Changes of Assumptions:</i>			
<i>Discount Rate</i>	4.10%	2.74%	2.12%
<i>Mortality</i>	RP-2000	RP-2000	RP-2014
<i>Trend</i>	5.5%	5.5%	Variable

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**MADISON PARISH POLICE JURY  
TALLULAH, LOUISIANA  
PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM  
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY  
DECEMBER 31, 2020**

Fiscal Year*	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Employee Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.338971%	\$ 92,678	\$ 1,922,942	4.48%	99.15%
2016	0.335608%	\$ 883,417	\$ 1,835,600	48.13%	92.23%
2017	0.305684%	\$ 629,560	\$ 1,798,356	35.01%	94.15%
2018	0.292171%	\$ (216,863)	\$ 1,857,231	(11.67%)	101.98%
2019	0.290264%	\$ 1,288,296	\$ 1,892,115	68.09%	88.86%
2020	0.316527%	\$ 14,900	\$ 1,961,033	0.75%	99.85%

\*- Amounts presented were determined as of the measurement date (previous fiscal year end).

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**MADISON PARISH POLICE JURY  
TALLULAH, LOUISIANA  
PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
DECEMBER 31, 2020**

Fiscal Year*	Contractually Required Contribution	Contributions in Relations to Contractual Required Contributions	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 278,827	\$ 278,827	\$ -	\$ 1,922,942	14.50%
2016	\$ 238,628	\$ 238,628	\$ -	\$ 1,835,600	13.00%
2017	\$ 224,795	\$ 224,795	\$ -	\$ 1,798,356	12.50%
2018	\$ 213,582	\$ 213,582	\$ -	\$ 1,857,231	11.50%
2019	\$ 217,593	\$ 217,593	\$ -	\$ 1,892,115	11.50%
2020	\$ 240,227	\$ 240,227	\$ -	\$ 1,961,033	12.25%

\*-Amounts presented were determined as of the end of the fiscal year.

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**SUPPLEMENTAL INFORMATION**

**MADISON PARISH POLICE JURY  
NONMAJOR SPECIAL REVENUE FUNDS  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 2020**

	Criminal Court	Memorial	Grant Fund	Witness Fees	FEMA Disaster	Emergency Shelter Donation	Group Health Savings	Building Fund	OHSEP	Recreation Board	LCDBG	Total
<b>Assets</b>												
Cash and cash equivalents	\$ 2,712	\$ 10,193	\$ 26,290	\$ 18,432	\$ 9,681	\$ 583	\$ 50,832	\$ 39,261	\$ 774	\$ 5,901	\$ 100	\$ 164,759
Receivables	29,023	-	-	657	-	-	-	-	-	-	-	29,680
Interfund Receivables	691	-	-	-	13,936	-	-	-	-	-	-	14,627
<b>Total Assets</b>	<b>32,426</b>	<b>10,193</b>	<b>26,290</b>	<b>19,089</b>	<b>23,617</b>	<b>583</b>	<b>50,832</b>	<b>39,261</b>	<b>774</b>	<b>5,901</b>	<b>100</b>	<b>209,066</b>
<b>Liabilities and Fund Balances</b>												
<b>Liabilities:</b>												
Accounts, salaries and other payables	17,481	-	-	-	-	-	41,094	-	-	-	-	58,575
Interfund payables	1,057,868	-	13,936	-	-	-	-	-	12,513	-	-	1,084,317
<b>Total Liabilities</b>	<b>1,075,349</b>	<b>-</b>	<b>13,936</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>41,094</b>	<b>-</b>	<b>12,513</b>	<b>-</b>	<b>-</b>	<b>1,142,892</b>
<b>Fund Balances (Deficit):</b>												
Restricted	(1,042,923)	10,193	12,354	19,089	23,617	583	9,738	39,261	(11,739)	5,901	100	(933,826)
<b>Total Liabilities and Fund Balances</b>	<b>\$ 32,426</b>	<b>\$ 10,193</b>	<b>\$ 26,290</b>	<b>\$ 19,089</b>	<b>\$ 23,617</b>	<b>\$ 583</b>	<b>\$ 50,832</b>	<b>\$ 39,261</b>	<b>\$ 774</b>	<b>\$ 5,901</b>	<b>100</b>	<b>\$ 209,066</b>

**MADISON PARISH POLICE JURY  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES/DEFICITS FOR THE YEAR ENDED DECEMBER 31, 2020**

	Criminal Court	Memorial	Grant Fund	Witness Fees	FEMA Disaster	Emergency Shelter Donation	Group Health Insurance	Building Fund	OHSEP	Recreation Board	LCDBG	Total
<b>Revenues</b>												
Local sources:												
License and permits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,088	\$ -	\$ -	\$ -	\$ 5,088
Intergovernmental revenues:												
Federal funds - federal grants	-	-	-	-	25,112	-	-	-	-	-	387,778	412,890
State funds:												
State Revenue Sharing	-	-	-	-	-	-	-	-	54,537	-	-	54,537
Other	-	-	-	-	177,457	-	-	-	-	-	36,899	214,356
Fees, charges, and commissions												
for services	15,397	-	-	15,599	-	-	-	-	-	-	-	30,996
Fines and forfeitures	293,304	-	-	-	-	-	-	-	-	-	-	293,304
Use of money and property	48	5	-	20	-	1	306	96	-	15	-	491
Other revenues	65,092	-	-	-	-	-	-	-	-	-	-	65,092
<b>Total Revenues</b>	<b>373,841</b>	<b>5</b>	<b>-</b>	<b>15,619</b>	<b>202,569</b>	<b>1</b>	<b>306</b>	<b>5,184</b>	<b>54,537</b>	<b>15</b>	<b>424,677</b>	<b>1076,754</b>
<b>Expenditures</b>												
Current:												
General government:												
Judicial	530,247	-	-	150	-	-	-	-	-	-	-	530,397
Finance and administrative	-	-	-	-	-	-	-	2,334	-	-	-	2,334
Public safety	-	-	-	-	-	10	-	-	23,608	-	-	23,718
Public works	-	-	-	-	177,457	-	-	-	-	-	424,677	602,134
<b>Total Expenditures</b>	<b>530,247</b>	<b>-</b>	<b>-</b>	<b>150</b>	<b>177,457</b>	<b>10</b>	<b>-</b>	<b>2,334</b>	<b>23,608</b>	<b>-</b>	<b>424,677</b>	<b>1158,583</b>
Excess (Deficiency) of Revenues												
Over Expenditures	(156,406)	5	-	15,469	25,112	(109)	306	2,850	30,929	15	-	(81,829)
Other Financing Sources (Uses)												
Transfers in												
Transfers in	20,935	-	-	-	-	-	34,326	-	-	-	-	55,261
Transfers out												
Transfers out	-	-	-	(20,935)	(11,177)	-	(10,152)	-	(28,891)	-	-	(152,524)
<b>Total Other financing Sources (Uses)</b>	<b>20,935</b>	<b>-</b>	<b>-</b>	<b>(20,935)</b>	<b>(11,177)</b>	<b>-</b>	<b>(67,195)</b>	<b>-</b>	<b>(28,891)</b>	<b>-</b>	<b>-</b>	<b>(107,263)</b>
<b>Net Change in Fund Balances</b>	<b>(135,471)</b>	<b>5</b>	<b>-</b>	<b>(5,466)</b>	<b>13,935</b>	<b>(109)</b>	<b>(66,889)</b>	<b>2,850</b>	<b>2,038</b>	<b>15</b>	<b>-</b>	<b>(189,092)</b>
Fund Balances - beginning	(907,452)	10,188	12,354	24,555	9,682	692	76,627	36,411	(13,777)	5,866	100	(744,734)
Fund Balances - ending	\$ (1,042,923)	\$ 10,193	\$ 12,354	\$ 19,089	\$ 23,617	\$ 583	\$ 9,738	\$ 39,261	\$ (11,739)	\$ 5,901	\$ 100	\$ (933,826)



**MADISON PARISH POLICE JURY**

**GENERAL**

**COMPENSATION PAID POLICE JURORS.** The schedule of compensation paid to police jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the Madison Parish Police Jury members is included in the general administrative expenditures of the General Fund. Members of the governing board receive compensation pursuant to Louisiana Revised Statute 33:1233.

**Schedule of Compensation Paid Police Jurors  
For the Year Ended December 31, 2020**

Jane Sanders, President	\$ 23,690
Dave Wilson III	17,961
Larry P. Walker	17,961
Betsy K. Buchanan	1,600
Johnny Hughes	19,200
Stanley Ogden	19,200
Jane G. Sanders	<u>2,000</u>
Total	<u>\$ 101,612</u>

**MADISON PARISH POLICE JURY  
TALLULAH, LOUISIANA  
SCHEDULE OF COMPENSATION, BENEFITS,  
REIMBURSEMENTS AND OTHER PAYMENTS TO AGENCY HEAD  
DECEMBER 31, 2020**

Jane Sanders, President

Salary and expense amount	\$ 25,502
Conference - travel	<u>244</u>
<b>Total</b>	<b><u>\$ 25,746</u></b>

**MADISON PARISH POLICE JURY  
TALLULAH, LOUISIANA  
JUSTICE SYSTEM FUNDING SCHEDULE  
RECEIVING ENTITY  
DECEMBER 31, 2020**

	First Six Month Period Ended <u>30-Jun-20</u>	Second Six Month Period Ended <u>31-Dec-20</u>
Receipts From:		
Madison Parish Sheriff		
Attorney fees	\$ 9,237	\$ 7,250
Witness fees	9,292	7,370
Bond fines	6,620	12,593
Criminal court fines	<u>153,252</u>	<u>134,330</u>
Subtotal Receipts	<u>\$ 178,401</u>	<u>\$ 161,543</u>

**OTHER REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS**

# THE HALFORD FIRM, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

Members  
American Institute of  
Certified Public Accountants

Mississippi Society of  
Certified Public Accountants

Louisiana Society of  
Certified Public Accountants

## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Police Jurors  
Madison Parish Police Jury  
Tallulah, Louisiana

We have audited, in accordance with the 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, the financial statements of the Madison Parish Police Jury as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Madison Parish Police Jury's basic financial statements, and have issued our report thereon dated November 10, 2021.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Madison Parish Police Jury's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Madison Parish Police Jury's internal control. Accordingly, we do not express an opinion on the effectiveness of the Madison Parish Police Jury's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be a material weakness.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Madison Parish Police Jury's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*The Halford Firm, PLLC*

Vicksburg, Mississippi  
November 10, 2021

**MADISON PARISH POLICE JURY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
DECEMBER 31, 2020**

**Part I – Summary of the Auditor's Results:**

1. The type of audit report was an adverse opinion on the aggregate discretely presented component units and an unmodified opinion on the governmental activities, each major fund, and the aggregate remaining fund information of the Madison Parish Police Jury.
2. There were no deficiencies in internal control over financial reporting disclosed in the audit of the financial statements.
3. No instances of noncompliance were disclosed in the audit of the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

**Part II – Findings related to the financial statements that are required to be reported under *Government Auditing Standards*:**

NONE

**MADISON PARISH POLICE JURY  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR YEAR ENDED DECEMBER 31, 2020**

The following is a summary of the status of the prior year findings included in the auditor's report dated August 22, 2020, covering the examination of the financial statements of the Madison Parish Police Jury as of and for the year ended December 31, 2019.

**19-01 Local Budget Act**

**Finding:**

The Louisiana Local Government Budget Act requires budgets be amended if expected actual revenues are five percent less than budgeted revenues, or expected actual expenditures are five percent greater than budgeted expenditures. The Police Jury had actual revenues less than budgeted revenues by more than five percent in the Garbage Maintenance Fund and Health Unit fund. The Police Jury had actual expenditures which exceeded budgeted expenditures greater than five percent in the Courthouse and Jail and E911 Funds. The agency is in violation of Louisiana Revised Statute LSA-RS 39:1309-1310.

**Status:**

This finding was resolved.