

**JEFFERSON DAVIS PARISH POLICE JURY
JENNINGS, LOUISIANA**

Annual Financial Statements

As of December 31, 2011 and for the Year Then Ended

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana

Annual Financial Statements
 As of and for the Year Ended December 31, 2011
 With Supplemental Information Schedules

CONTENTS

	<u>Statement</u>	<u>Page</u>
Independent Auditors' Report on Financial Statements and Supplementary Information		1-2
<u>Basic Financial Statements</u>		
Government-Wide Financial Statements:		
Statement of Net Assets	A	4
Statement of Activities	B	5
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C	6
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Financial Statements of Net Assets	D	7
Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds	E	8
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	F	9
Notes to Financial Statements		11-41
Required Supplemental Information (Part II)		
Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget (Cash Basis) and Actual		
General Fund	1	43
Road Sales Tax No. 1 Sales Tax Fund	2	44
Criminal Court Fund	3	45
Section 8 Housing	4	46
Notes to Budgetary Comparison Schedules		47
Other Post Employment Benefits Plan	5	48

Table of Contents (Contd.)
Jefferson Davis Parish Police Jury
Jennings, Louisiana

	<u>Schedule</u>	<u>Page</u>
<u>Other Supplemental Schedules</u>		
Non-Major Governmental Funds:		
Combining Balance Sheet	6	50-53
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	7	54-57
<u>Other Reports</u>		
Schedule of Compensation Paid to Police Jurors		59
Schedule of Expenditures of Federal Awards		60
Notes to the Schedule of Expenditures of Federal Awards		61
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		62-63
Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133		62-63
Schedule of Findings and Questioned Costs		66-67
Summary Schedule of Prior Audit Findings		68
Corrective Action Plan for Current Year Audit Findings		69

EDWARD L. KRIELOW
(A PROFESSIONAL ACCOUNTING CORPORATION)
510 N. CUTTING
P. O. DRAWER 918
JENNINGS, LA 70546
(337) 824-5007

**INDEPENDENT AUDITORS' REPORT ON
FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION**

To the Jefferson Davis Parish Police Jury
Jennings, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Jefferson Davis Parish Police Jury, as of and for the year ended December 31, 2011, which collectively comprise the basic financial statements of the jury's primary government as listed in the table of contents. These financial statements are the responsibility of the Jefferson Davis Parish Police Jury's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

The financial statements do not include financial data for the 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 jury's primary government unless the jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The jury has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net assets, revenues, and expenses of the aggregate discretely presented component units that would have been reported is not readily determinable. In addition, the assets, liabilities, fund balances, revenues, and expenditures of the aggregate remaining fund information would have increased by an amount not readily determinable.

In our opinion, because of the omission of the discretely presented component units, as discussed above, the financial statements referred to above do not presently fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the aggregate discretely presented component units of the Jefferson Davis Parish Police Jury as of December 31, 2011, or the changes in financial position thereof for the year then ended.

Further, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the remaining aggregate fund information for the primary government of the Jefferson Davis Parish Police Jury as of December 31, 2011, and the respective changes in financial position thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2012, on our consideration of the Jefferson Davis 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 of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the schedule of funding progress for the police jury's other post-employment benefit plan on pages 43 through 46 and 48, respectively, 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.

The Jefferson Davis Parish Police Jury has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Jefferson Davis Parish Police Jury's primary government's basic financial statements as a whole. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the primary government's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the primary government's basic financial statements. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the primary government financial statements. The information has been subjected to the auditing procedures applied in the audit of the primary government financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the primary government financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the primary government basic financial statements as a whole.

Edward L. Krielow

Certified Public Accountant

Jennings, Louisiana
June 30, 2012

Basic Financial Statements

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA

Statement of Net Assets

December 31, 2011

	<u>PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES</u>
ASSETS	
Cash and cash equivalents	\$ 13,744,702
Investments	927,180
Receivables	968,228
Prepaid Items	53,935
Deferred bond issuance costs	110,677
Restricted cash and cash equivalents	2,650,618
Capital assets (net)	<u>29,464,600</u>
TOTAL ASSETS	<u>\$ 47,919,940</u>
LIABILITIES	
Accounts, salaries, and other payables	\$ 907,694
Deferred revenues	141,993
Contracts payable	21,246
Deposits due others	315,200
Accrued interest payable	337,260
Net OPEB Obligation	1,067,774
Current portion of bonds payable	909,000
Current portion of capital leases payable	335,188
Capital leases payable	356,770
Bonds payable	<u>17,625,000</u>
TOTAL LIABILITIES	<u>\$ 22,017,125</u>
NET ASSETS	
Invested in capital assets, net of related debt	\$ 10,265,642
Restricted for:	
Capital projects	31,539
Debt service	2,300,501
Special Revenue	8,846,504
Unrestricted	<u>4,458,629</u>
TOTAL NET ASSETS	<u>\$ 25,902,815</u>

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA

Statement of Activities

For the Year Ended December 31, 2011

	Program Revenues				Net (Expenses)
	Expenses	Charges for Services	Operating		Revenues and
			Grants and Contributions	Capital Grants & Contributions	Changes of Primary Governmental Activities
Governmental Activities					
General government	\$ 4,758,781	\$ 3,084,401	\$ 25,074	\$ 4,100	\$ (1,645,206)
Public safety	1,928,224	427,523	275,066	23,779	(1,201,856)
Public works	3,112,326	14,100	447,054	824,680	(1,826,492)
Cultural and recreation	56,944	16,910	-	488,486	448,452
Health and welfare	1,023,880	24,945	828,264	-	(170,671)
Economic development	9,562	-	10,000	-	438
Miscellaneous	29	-	-	-	(29)
Interest on long-term debt	829,393	-	-	-	(829,393)
Total Governmental Activities	<u>\$ 11,719,139</u>	<u>\$ 3,567,879</u>	<u>\$ 1,585,458</u>	<u>\$ 1,341,045</u>	<u>\$ (5,224,757)</u>

General Revenues:

Property taxes	\$ 3,903,918
Sales tax	2,379,096
State revenue sharing	144,695
Severance taxes	938,080
Occupational licenses	292,300
Grants and contributions not restricted to specific programs	351,884
Investment earnings	26,320
Other general revenues	413,472
Gain (loss) on sale of capital assets	41,048
Transfer to component unit for capital project	-
Total general revenues and transfers	<u>\$ 8,490,813</u>

Change in Net Assets \$ 3,266,056

Net assets-beginning	22,636,759
Net assets-ending	<u>\$ 25,902,815</u>

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA

Balance Sheet, Governmental Funds

December 31, 2011

		MAJOR FUNDS					OTHER	TOTAL
GENERAL FUND		Road Sales Tax No. 1 Fund	Criminal Court Fund	Road Sales Tax No. 1 Sinking Fund	Section 8 Housing Fund	GOVERNMENTAL FUNDS	GOVERNMENTAL FUNDS	
ASSETS								
Cash and cash equivalents	\$ 5,976,760	\$ -	\$ 618	\$ -	\$ 29,007	\$ 3,792,123	\$ 13,653,830	
Cash held for protested taxes	16,913	-	-	-	-	73,958	90,871	
Investments	-	-	-	-	-	927,180	927,180	
Receivables	73,538	369,947	220,885	-	339	123,460	788,169	
Due from other funds	22,490	-	-	-	-	-	22,490	
Due from component units	-	-	-	-	-	-	-	
Restricted cash and cash equivalents	-	1,552,823	-	1,016,239	-	81,122	2,650,184	
Restricted cash held for protested taxes	-	-	-	-	-	434	434	
TOTAL ASSETS	\$ 6,089,701	\$ 5,778,092	\$ 221,503	\$ 1,016,239	\$ 29,346	\$ 4,998,277	\$ 18,133,158	
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts, salaries, and other payables	\$ 200,627	\$ -	\$ 326,847	\$ -	\$ 464	\$ 379,756	\$ 907,694	
Contracts payable	-	-	-	-	-	21,246	21,246	
Other liabilities	315,200	-	-	-	-	-	315,200	
Due to other funds	-	-	-	-	-	22,490	22,490	
Deferred revenues	53,550	-	-	-	-	88,440	141,990	
Total Liabilities	\$ 569,377	\$ -	\$ 326,847	\$ -	\$ 464	\$ 511,932	\$ 1,408,620	
Fund balances:								
Restricted for:								
Capital projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,363	\$ 15,363	
Debt services	-	1,552,823	-	1,016,239	-	64,180	2,633,242	
Special revenue funds	-	4,225,269	-	-	28,882	4,585,939	8,840,090	
Unassigned	5,520,324	-	(105,344)	-	-	(179,137)	5,235,843	
TOTAL LIABILITIES AND FUND BALANCES	\$ 6,089,701	\$ 5,778,092	\$ 221,503	\$ 1,016,239	\$ 29,346	\$ 4,998,277	\$ 18,133,158	

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA

Reconciliation of The Governmental Funds Balance Sheet
to The Government-Wide Financial Statement of Net Assets

December 31, 2011

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

Fund Balances, Total Governmental Funds (Statement C)		\$ 16,724,538
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Capital Assets	\$ 40,002,554	
Less: Accumulated Depreciation	<u>(10,537,954)</u>	29,464,600
Other assets used in governmental activities that are not financial resources and, therefore, are not reported in the governmental funds.		
Prepaid Items	53,935	
Receivables collected beyond 60 days of year-end	<u>180,057</u>	233,992
Long-term liabilities including bonds payable are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
Bonds Payable		(18,534,000)
Capital leases payable		(691,958)
Net Other Post Employment Benefit Obligation		(1,067,774)
Bond issue costs which are reported as expenditures in the year incurred in the governmental funds are deferred and amortized in the statement of activities.		
Bond issue costs, net of accumulated amortization		110,677
Accrued interest expense reported for the government-wide statements		<u>(337,260)</u>
Net Assets of Governmental Activities (Statement A)		<u>\$ 25,902,815</u>

The accompanying notes are an integral part of this statement.

STATEMENT E

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA

Statement of Revenues, Expenditures and
and Changes in Fund Balances
Governmental Funds

For the Year Ended December 31, 2011

	MAJOR FUNDS							TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	Road Sales Tax No. 1 Fund	Criminal Court Fund	Road Sales Tax No. 1 Smoking Fund	Section 8 Housing Fund	OTHER GOVERNMENTAL FUNDS	GOVERNMENTAL FUNDS	
REVENUES								
Taxes:								
Ad valorem	\$ 714,283	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,185,867	\$ 3,900,150
Other taxes, penalties, interest, etc.	101,402	-	-	-	-	-	-	101,402
Sales & use	2,379,096	2,379,096	-	-	-	-	14,100	2,379,096
Licenses and permits	292,301	-	-	-	-	-	-	306,401
Intergovernmental revenues:								
Federal grants	193,915	-	-	-	695,101	-	965,185	1,854,201
State funds	-	-	-	-	-	-	-	-
Parish transportation funds	-	-	-	-	-	-	-	-
State revenue sharing (net)	1,040,782	-	-	-	-	-	402,577	402,577
Other	90,612	-	-	-	-	-	1,082,775	1,082,775
Local	-	-	-	-	-	-	261,024	351,636
Other	-	-	25,746	-	-	-	54,077	421,433
Fees, charges, and commissions for services	83,602	-	-	-	-	-	-	83,602
Fines and forfeitures	1,038	-	3,083,930	-	-	-	-	3,084,968
Investment earnings	7,860	2,555	-	-	-	-	15,859	26,322
Other revenues	190,818	-	1,869	-	39,224	-	544,848	776,759
Total Revenues	\$ 3,058,225	\$ 2,381,631	\$ 3,111,565	\$ -	\$ 734,353	\$ -	\$ 4,853,530	\$ 14,771,324
EXPENDITURES								
General government	\$ 859,667	\$ -	\$ 3,034,036	\$ -	\$ -	\$ -	\$ 362,045	\$ 4,255,748
Public safety	554,248	-	-	1,250	-	-	983,826	1,519,324
Public works	79	279,321	-	-	-	-	1,883,915	2,163,313
Cultural and recreation	56,944	-	-	-	-	-	-	56,944
Health and welfare	132,730	-	-	-	765,625	-	100,636	998,991
Economic development	9,562	-	-	-	-	-	-	9,562
Debt service	-	-	-	1,516,362	-	-	196,560	1,712,922
Capital outlay	302,223	-	-	-	-	-	2,425,153	2,727,376
Other	26	-	-	-	-	2	-	28
Total Expenditures	\$ 1,855,479	\$ 279,321	\$ 3,034,036	\$ 1,517,612	\$ 765,625	\$ -	\$ 5,952,137	\$ 13,444,210
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 1,162,746	\$ 2,102,310	\$ 77,529	\$ (1,517,612)	\$ (31,272)	\$ (466,607)	\$ -	\$ 1,327,114
OTHER FINANCING SOURCES (USES)								
Transfers in	\$ 36,241	\$ 113	\$ -	\$ 1,536,872	\$ -	\$ 541,608	\$ -	\$ 2,114,834
Transfers out	(460,563)	(1,536,873)	-	-	-	(117,398)	-	(2,114,834)
Transfer to component unit for capital projects	-	-	-	-	-	-	-	-
Long term debt proceeds	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	\$ 83,633	\$ (1,536,760)	\$ -	\$ 1,536,872	\$ -	\$ 1,550	\$ -	\$ 85,183
Net Changes in Fund Balance	\$ 822,057	\$ 565,570	\$ 77,529	\$ 19,260	\$ (31,272)	\$ (40,847)	\$ -	\$ 1,412,297
Fund balances -- beginning (restated)	4,698,268	5,212,521	(182,873)	996,979	60,154	4,527,192	-	15,312,241
Residual equity transfers in (out)	-	-	-	-	-	-	-	-
Fund balances -- ending	\$ 5,520,325	\$ 5,778,091	\$ (105,344)	\$ 1,016,239	\$ 28,882	\$ 4,486,345	\$ -	\$ 16,724,538

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA

**Reconciliation of The Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
To the Statement of Activities**

For the Year Ended December 31, 2011

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

Net Change in Fund Balances, Total Governmental Funds, Statement E	\$	1,412,297
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.</p>		
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$	2,841,257
Depreciation expense for the year ended December 31, 2011	<u>(1,512,806)</u>	1,328,451
The net effect of various miscellaneous transactions involving capital assets, such as sales, trade-ins, and donations is to increase (decrease) net assets.		(270,705)
<p>Revenue in the statement of activities that do not provide current resources are not reported as revenues in the funds:</p>		
Increase (decrease) in revenue not reflected in governmental funds		153,720
<p>The issuance of long-term debt (bonds, leases, etc.) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt.</p>		
		985,392
<p>Governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>		
Bond issue cost amortization		(12,747)
<p>Payment of other post employment benefits is reported as expenditures in the governmental funds when actually paid. However, on the statement of activities other post employment benefits are expensed as they are accrued. This is the change in the other post employment benefit liability.</p>		
		(351,441)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
		<u>21,089</u>
Change in Net Assets of Governmental Activities, Statement B	<u>\$</u>	<u>3,266,056</u>

The accompanying notes are an integral part of this statement.

Notes to the Financial Statements

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

INTRODUCTION

The Jefferson Davis Parish Police Jury is the governing authority for Jefferson Davis Parish and is a political subdivision of the State of Louisiana. The police jury is governed by 13 jurors representing the various districts within the parish. The jurors serve four-year terms, which expire on December 31, 2011.

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

Jefferson Davis Parish occupies 650 square miles with a population of approximately 31,400. The police jury maintains approximately 632 miles of roads, 182 paved and 450 gravel. Police jury offices are located in the Sidney Briscoe Jr. building next to the parish courthouse in Jennings with road maintenance facilities located at five primary locations within the parish.

The accounting and reporting policies of the Jefferson Davis Parish Police Jury conform to generally accepted accounting principles (GAAP) as applicable to governmental units. The Government Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting policies. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the Jefferson Davis Parish Police Jury is the financial reporting entity for Jefferson Davis 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.

Government 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 Jefferson Davis Parish Police Jury for financial reporting purposes. Under provisions of this statement, the jury is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the police jury may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. 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. This criteria includes:

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

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

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

<u>Component Unit</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Jefferson Davis Parish Library	December 31	1, 1a and 3
Mosquito Abatement District No. 1	December 31	1, 1a and 3
Airport District No. 1	April 30	1, 1a and 3
Consolidated Gravity Drainage District No. 1	December 31	1, 1a and 3
Welsh Gravity Drainage District No. 1	December 31	1, 1a and 3
Gravity Subdrainage District A of Gravity Drainage District No. 1	December 31	1, 1a and 3
Gravity Drainage Districts:		
No. 5	December 31	1, 1a and 3
No. 6	December 31	1, 1a and 3
No. 7	December 31	1, 1a and 3
No. 9	December 31	1, 1a and 3
Grand Marais Drainage District	December 31	1, 1a and 3
Nezpique Drainage District	December 31	1, 1a and 3
Broadmore Drainage District	December 31	1, 1a and 3
Jefferson Davis Parish Central Waterworks	December 31	1, 1a and 3
Waterworks Districts:		
No. 4	December 31	1, 1a and 3
Hospital District #1	December 31	1, 1a and 3
Jefferson Davis Parish Sheriff's Office	June 30	1b and 3
Jefferson Davis Parish Water & Sewer Commission #1	December 31	1, 1a and 3
Marsh Bayou Drainage District	December 31	1, 1a and 3

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

The police jury has chosen to issue financial statements of the primary government (police jury) only; therefore, none of the previously listed component units are included in the accompanying financial statements. Financial statements for these component units can be obtained from the individual component units.

These primary government (police jury) financial statements include all major funds, aggregate non-major funds and organizations for which the police jury maintains the accounting records. The Thirty-First Judicial District Criminal Court Fund for which the police jury maintains the accounting records is considered part of the primary government (police jury).

GASB Statement 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. However, the primary government's (police jury) financial statements are not a substitute for the reporting entity's financial statements. The police jury has chosen to issue financial statements of the primary government only. As such, these financial statements are not intended to and do not report on the reporting entity but rather are intended to reflect only the financial statements of the primary government (police jury).

Considered in the determination of component units of the reporting entity were the Clerk of Court, Tax Assessor, School Board, Sanitary Landfill Commission, the District Attorney for the Thirty-First Judicial District, and the various municipalities in the parish. It was determined that these governmental entities are not component units of the Jefferson Davis Parish Police Jury reporting entity. All are governed by independently elected officials except the Landfill Commission which has Commissioners appointed by the member governments (see Note 19). The police jury, primary government, neither appoints governing boards nor designates management, the entities are legally separate, and are fiscally independent of the Jefferson Davis Parish Police Jury. They are considered by the police jury to be separate, autonomous governments and issue financial statements separate from those of the Jefferson Davis Parish Police Jury reporting entity.

Joint Venture

Jefferson Davis Parish Landfill Commission-A jointly owned commission with the Cities of Jennings, Welsh and Lake Arthur was formed to provide a solid waste disposal facility for its member-owners. This commission has not been included in the reporting entity.

B. BASIS OF PRESENTATION

Government-Wide Financial Statements:

The government-wide financial statements include the statement of net assets and the statement of activities, that report financial information for the primary government (Jury). For the most part, the effect of interfund activity has been removed from these statements. Individual funds are not displayed but the statements report governmental activities, which normally are supported by taxes and intergovernmental revenues. The jury has no business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues included: (1) charges for services which report licenses, permits, fees, fines, and forfeitures, and other charges to users of the jury's services; (2) operating grants and contributions which finance annual operating activities; and (3) capital grants and contributions which fund the acquisition, construction, or

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. Taxes and other revenue sources not properly included with program revenues are reported as general revenues.

Fund Financial Statements (FFS)

The accounts of the police jury are organized on the basis of funds each of which is considered a separate accounting entity with a separate set of self-balancing accounts. Fund financial statements are provided for governmental funds with major individual government funds reported in separate columns and a composite column for non-major government funds. A fund is considered major if it is the primary operating fund of the police jury, Section 8 Housing Fund, or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

The major funds of the police jury are described below:

Major Governmental Funds

General Fund - The General Fund is the general operating fund of the police jury. It is used to account for all financial resources except those required to be accounted for in another fund.

Road Sales Tax District No. 1 Sales Tax Fund - The Road Sales Tax District No. 1 Sales Tax Fund accounts for the receipt of a 2% sales tax effective for twenty (20) years beginning January 1, 2007. Sales tax proceeds are to be used for the retirement of the 2007 Sales Tax Bonds for \$12,000,000 and the 2008 Sales Tax Bonds for \$8,000,000. All moneys remaining in the Sales Tax Fund on the 20th day of each month in excess of all reasonable and necessary expenses of collection and administration of the tax and after making the required payments into the Sinking Fund and Bond Reserve for the current month and for prior months during which the required payments may not have been made, shall be considered as surplus. Such surplus may be used for any of the purposes for which the tax is authorized or for the purpose of retiring the bonds in advance of their maturities.

Criminal Court Fund - The Thirty-First Judicial District Criminal Court Fund is established under Section 571.11 of Title 15 of the Louisiana Revised Statutes of 1950, which provides that fines and forfeitures imposed by the district courts and district attorney conviction fees in criminal cases are to be transferred to the parish treasurer and deposited into a special criminal court fund, to be used for the expenses of the criminal court of the parish. Expenditures are made from the fund on motion of the district attorney and approval of the district judge. The statute requires that one-half of the funds (fund balance) remaining in the criminal court fund at December 31 of each year be transferred to the parish General Fund.

Section 8 - The Section 8 Fund accounts for the housing choice voucher program funded by the United States Department of Housing and Urban Development.

Road Sales Tax District No. 1 Sinking Fund - The Road Sales Tax District No. 1 Sinking Fund accounts for the accumulation of resources for, and the payment of bond principal and interest.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The government-wide statements report uses the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Ad valorem tax revenues and related state revenue sharing are recognized in the budgetary period the taxes are intended to finance while grants are recognized when grantor eligibility requirements are met.

Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be measurable when the amount of the transaction can be determined. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

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 as revenue in the budgetary period the taxes are intended to finance. 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 Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December of the current year and January and February of the ensuing year.

Federal and state grants are 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 interest is earned.

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

Based on the above criteria, federal and state grants, sales tax revenues and fines, 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 long-term obligations, which are recognized when due.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Other Financing Sources (Uses) - Sale of fixed assets, long-term debt proceeds, 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.

D. BUDGET PRACTICES

Proposed budgets for the ensuing year are prepared by the secretary-treasurer with assistance from the assistant secretary-treasurer, prior to December 31 of each year. Upon completion, copies of the proposed budgets are reviewed by the finance committee and changes are made if necessary. The availability of the proposed budget for public inspection and the dates of the public hearing on the budgets are then advertised in the official journal. During its regular December meeting, the police jury conducts a public hearing to receive input from the public and other interested parties. Changes are made to the proposed budgets based on the public hearing and desires of the police jury as a whole. The budgets are then adopted, and notice is published in the official journal. The 2011 budget was adopted on December 29, 2010.

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

The budget is prepared on a cash basis of accounting. For the year ended December 31, 2011, the police jury adopted cash basis budgets for the general fund and all special revenue funds, debt service funds, and capital projects funds. Formal budget accounts are integrated into the accounting system during the year as a management control device, and the budget is amended with the approval of the police jury when necessary. Unexpended appropriations lapse at year end and must be re-appropriated in the next year's budget to be expended. Formal encumbrance accounting is not utilized by the police jury. Budget amounts included in the accompanying financial statements include the original and final adopted budget amounts.

E. DEPOSITS AND INVESTMENTS

Cash and cash equivalents include amounts in demand deposits and investments with original maturities of three months or less from the date of acquisition. Under state law, the jury may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

State law and the jury's investment policy allow the jury to invest in collateralized certificates of deposits, government backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government backed securities.

Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of time deposits exceed 90 days, they are classified as investments. As of December 31, 2011, the jury's investments consist of non-negotiable certificates of deposit that are reported at cost, which approximates market value.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

F. INTERFUND RECEIVABLES AND PAYABLES

Short-term cash loans between funds are considered temporary in nature. These amounts are reported as “due from/to other funds” on the balance sheet.

G. RECEIVABLES

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received, except revenue specifically budgeted to finance future periods. Major receivable balances for the governmental activities include sales taxes, grants, and other intergovernmental receivables.

H. UNCOLLECTIBLE ALLOWANCE

The statements contain no provision for uncollectible accounts. Jury management is of the opinion that such allowance would be immaterial in relation to the financial statements taken as a whole.

I. PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items consist of unexpired portions of insurance premiums and prepaid service contracts. Prepaid items in the governmental funds are reported only on the government-wide financial statements.

J. CAPITAL ASSETS

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) acquired after December 31, 2003, are reported in the applicable governmental activity columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The police jury maintains a threshold level of \$1,000 or more for capitalizing capital assets. The police jury has elected, as a Type III governmental body under the provisions of GASB 34, to omit the capitalization of infrastructure assets constructed in years prior to 2004, their year of implementation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Roads, bridges & infrastructure	20-40 years
Building improvements	10 years
Buildings	20-40 years
Computers & office equipment	5-10 years
Machinery & equipment	5-15 years

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

K. COMPENSATED ABSENCES

Substantially, all employees of the police jury earn two weeks of vacation leave after one year of employment and each year thereafter. Employees also earn one day of sick leave for each month's work and is cumulative from year to year up to a maximum of 60 days. Upon termination, whether voluntary or involuntary, unused leave is forfeited. There are no accumulated and vested benefits relating to vacation and sick leave that require disclosure to conform with generally accepted accounting principles for these employees. However, employees at the Registrar of Voters office are allowed to accumulate up to 300 hours of annual leave.

L. DEFERRED REVENUE

Deferred revenues arise when a potential revenue does not meet the revenue recognition criteria. On government-wide and fund financial statements, ad valorem taxes received that are not intended to finance the current budgetary period are recorded as deferred revenue.

M. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. The fund financial statements recognize proceeds of debt as other financing sources of the current period. Expenditures for long-term debt principal and interest payments are recorded in the fund financial statements in the year due. In governmental funds, bond issuance costs are recognized in the current period. In the government-wide financial statements, bond issuance costs are deferred and amortized over the terms of the bonds.

N. EQUITY CLASSIFICATIONS

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt-Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- b. Restricted net assets - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets."

In the fund statements, governmental fund equity is classified as fund balance. The police jury adopted GASB Statement 54 in the year December 31, 2011. As such, fund balances of the governmental funds are classified as follows:

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - amounts that can be used for specific purposes determined by a formal action of the police jury. The police jury is the highest level of decision-making authority for the parish. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by police jurors.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the police jury's policy, only police jurors may assign amounts for specific purposes.

Unassigned - all other spendable amounts.

	General	Road Sales Tax No. 1 Sales Tax Fund	Criminal Court Fund	Road Sales Tax No. 1 Sinking Fund	Section 8 Housing Fund	Nonmajor Fund	Total Government Balance
Restricted:							
Road construction & maintenance	\$ -	\$ 4,225,269	\$ -	\$ -	\$ -	\$ 942,548	\$ 5,167,817
Section 8 housing choice voucher program	-	-	-	-	28,882	-	28,882
E-911 communications operation & maintenance	-	-	-	-	-	1,445,249	1,445,249
Courthouse & jail maintenance	-	-	-	-	-	989,490	989,490
Cooperative extension service operations & maintenance	-	-	-	-	-	235,729	235,729
Fire district protection & maintenance	-	-	-	-	-	972,969	972,969
Acquiring, equipping & furnishing new fire station	-	-	-	-	-	15,016	15,016
Acquiring fire protection equipment	-	-	-	-	-	300	300
Debt service	-	1,552,823	-	1,016,239	-	64,180	2,633,242
Unassigned	5,520,324	-	(105,344)	-	-	(179,136)	5,235,844
Total Fund Balances	\$ 5,520,324	\$ 5,778,092	\$ (105,344)	\$ 1,016,239	\$ 28,882	\$ 4,486,345	\$ 16,724,538

When an expenditure is incurred for 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 police jurors have provided otherwise in its commitment or assignment actions.

In accordance with GASB 54, beginning fund balances for the governmental funds has been restated as of December 31, 2010.

O. 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

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana

Notes to the Financial Statements
 As of and for the Year ended December 31, 2011

P. INTERFUND TRANSFERS

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The following individual funds had actual expenditures over budgeted appropriations for the year ended December 31, 2011:

<u>Fund</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Fire District #4	\$ 214,500	\$ 172,362	\$ 172,454	\$ 92
Courthouse & Jail Maintenance	481,700	410,453	410,705	252

DEFICITS

The following individual funds had deficits in unreserved fund balance (net assets) at December 31, 2011:

Fire District No. 5	\$ (26,058)
Criminal Court Fund	(105,344)
South Louisiana Rail Facility Capital Improvements	(38,266)
Street Improvement FY 2009 LCDBG	(8)
LCDBG Ike/Gustave Disaster Recovery	(22)
LCDBG Disaster Recovery	(114,783)

3. AD VALOREM TAXES

MILLAGE

Taxes are levied on November 15 and payable by December 31. The Jefferson Davis Parish Sheriff's office bills and collects the property taxes on behalf of the police jury.

The following is a summary of authorized and levied ad valorem taxes in effect at December 31, 2011.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Authorized	<u>Levied Millage</u>	<u>Expiration Millage</u>	<u>Date</u>
Parishwide taxes:			
General (inside municipalities)	2.54	2.54	Statutory
General (outside municipalities)	5.08	5.08	Statutory
Courthouse maintenance	2.61	2.61	2014
District taxes:			
Cooperative Extension Service	1.00	1.00	2017
Road District No. 10 maintenance	11.33	11.33	2013
Road District No. 11 maintenance	11.58	11.58	2017
Road District No. 12 maintenance	11.28	11.28	2012
Sub-road District No. 1 of Road District No. 11 maintenance	10.32	10.32	2014
Sub-road District No. 2 Bond	5.00	5.00	2013
Fire Protection Districts:			
No. 1 maintenance	10.86	10.86	2018
No. 1 special	10.51	10.51	2013
No. 2 maintenance	11.91	11.91	2018
No. 3 maintenance	5.23	5.23	2018
No. 3 special	3.69	3.69	2013
No. 4 maintenance	6.91	6.91	2018
No. 4 special	5.00	5.00	2013
No. 5 maintenance	5.03	5.03	2015
No. 5 special	5.02	5.02	2018
No. 6 maintenance	8.66	8.66	2018
No. 6 special	5.61	5.61	2014
No. 6 bond	6.30	6.30	2026
No. 7 maintenance	9.80	9.80	2018

The following are the principal taxpayers for the parish and their 2011 assessed valuation:

	<u>2011 Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>
KM Louisiana Pipeline	\$19,347,100	10.9%

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

4. DEPOSITS AND INVESTMENTS

Deposits

The year end balances of deposits are as follows:

<u>Deposit Type</u>	<u>Bank Balances</u>	<u>Reported Amount</u>
Cash held of protested taxes	\$ 91,305	\$ 91,305
Cash-demand deposits	13,867,089	13,601,144
Time deposits	<u>2,702,872</u>	<u>2,702,872</u>
	<u>\$16,661,266</u>	<u>\$16,395,321</u>

Under state laws, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank.

Custodial Credit Risk-Custodial credit risk is the risk that in the event of a bank failure, the jury's deposits may not be returned to it. The jury's deposit policy for custodial credit risk requires that all uninsured deposits must be secured with acceptable collateral as defined in LRS 38:1221 valued at market. As of December 31, 2011, the police jury had deposits (collected bank balances) totaling \$16,661,266. Of these bank deposit balances, \$14,056,232 were exposed to custodial credit risk as follows: uninsured and collateral held by pledging bank's agent not in the police jury's name \$14,056,232.

Even though pledged securities are considered subject to custodial credit risk under the provisions of GASB Statement 40, *Deposits and Investment Risk Disclosures*. R.S. 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 jury that the fiscal agent has failed to pay deposited funds upon demand.

Investments

At December 31, 2011, the jury had the following investments and maturities:

<u>Investment Type</u>	<u>% of Portfolio</u>	<u>Fair Value</u>	<u>Investments Maturities (in Years)</u>	
			<u>Less than 1</u>	<u>1-5</u>
Certificates of deposits- nonnegotiable	100%	\$ 927,180	\$ 927,180	\$ -

Credit Risk-Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The jury does not have a written investment policy, but does adhere to state laws regarding allowable investments. The above investments are not rated.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Custodial Credit Risk-For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the jury will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the investments listed above, \$692,984 were exposed to custodial credit risk as follows: Uninsured and collateral held by pledging institution's agent not in the police jury's name \$692,984.

Concentration of Credit Risk-The police jury places no limit on the amount it may invest in any one issuer. More than 5 percent of the jury's investments at December 31, 2011 are invested in certificates of deposit held at Capital One Bank, The Bank and Jeff Davis Bank. The investments are 100% of the jury's total investments at December 31, 2011.

5. RECEIVABLES

The receivables of \$968,228 at December 31, 2011, are as follows:

Class of Receivable	Governmental Activities					Total Governmental Fund
	General Fund	Road Sales	Criminal Court Fund	Section 8 Housing Fund	Other Governmental Fund	
		Tax No. 1 Sales Tax Fund				
Taxes:						
Sales	\$ -	\$ 369,882	\$ -	\$ -	\$ -	\$ 369,882
Intergovernmental -grants:						
Federal	29,437	-	-	-	130,133	159,570
Intergovernmental-other:						
State	32,822	-	-	-	54,057	86,879
Local	-	-	25,746	-	7,375	33,121
Fines & forfeitures	-	-	195,139	-	-	195,139
Accounts & other	13,146	65	12	339	110,075	123,637
Total as reported on government-wide statement	<u>\$ 75,405</u>	<u>\$ 369,947</u>	<u>\$ 220,897</u>	<u>\$ 339</u>	<u>\$ 301,640</u>	<u>\$ 968,228</u>

Due to past collection history and short duration of outstanding amounts, no allowance for doubtful accounts has been established.

6. INTERFUND RECEIVABLES/PAYABLES

Details related to interfund receivables and payables balances as of December 31, 2011, are presented as follows:

Fund	Interfund Receivable	Interfund Payable
Major Governmental Activities:		
General Fund	\$ 22,490	\$ -
Nonmajor Governmental Funds	-	22,490
Total	<u>\$ 22,490</u>	<u>\$ 22,490</u>

The balance of \$22,190 was provided by the general fund for fire district expenses. All remaining balances resulted from amounts provided by General Fund to set up various capital project fund accounts.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

7. RESTRICTED ASSETS

Restricted assets were applicable to the following at December 31, 2011:

	<u>Capital Projects Fund</u>	<u>Debt Service</u>	<u>Special Revenue Funds</u>
Cash & Cash Equivalents	\$ 15,553	\$ 1,082,242	\$ 1,552,823

The capital projects fund amounts are to be used for acquiring, equipping, and furnishing a new fire station in Fire District No. 6, acquiring a fire truck and equipment for Fire District No. 3, acquiring a brush truck and extraction unit for Fire District No. 5, road improvements and disaster recovery. The debt service fund amounts are restricted to the payment of bond and loan principal, interest and related debt financing costs only. The special revenue fund amount of \$1,552,823 is setup as a bond reserve for the payment of bond principal and interest of the Road Sales Tax No. 1 revenue bonds.

8. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended December 31, 2011 for the police jury is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 437,650	\$ 9,005	\$ 9,750	\$ 436,905
Construction in progress	<u>266,923</u>	<u>364,017</u>	<u>245,677</u>	<u>385,263</u>
Total capital assets, not being depreciated	<u>\$ 704,573</u>	<u>\$ 373,022</u>	<u>\$ 255,427</u>	<u>\$ 822,168</u>
Capital assets being depreciated:				
Buildings and improvements	\$ 6,820,300	\$ 858,222	\$ 42,250	\$ 7,636,272
Vehicles	4,550,747	501,933	63,178	4,989,501
Maintenance equipment	2,187,967	139,458	41,681	2,285,744
Machinery and equipment	1,386,429	159,353	24,378	1,521,404
Office furniture and equipment	296,070	22,423	1,193	317,301
Sewer & Sewer Improvements Infrastructure	318,782	805,952	-	22,111,382
	<u>21,305,431</u>	<u>-</u>	<u>-</u>	<u>318,782</u>
Total capital assets being depreciated	<u>\$36,865,726</u>	<u>\$ 2,487,342</u>	<u>\$ 172,680</u>	<u>\$ 39,180,386</u>

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

	Beginning Balance	Additions	Deletions	Ending Balance
Less accumulated depreciation for:				
Buildings and improvements	\$ 3,135,045	\$ 216,810	\$ 23,833	\$ 3,328,021
Vehicles	2,073,273	303,169	50,786	2,325,656
Maintenance equipment	1,058,784	142,238	41,681	1,159,340
Machinery and equipment	1,025,059	91,684	20,821	1,095,922
Office furniture and equipment	193,232	23,764	1,173	215,823
Sewer & Sewer Improvements	47,720	727,172	-	2,357,503
Infrastructure	1,630,331	7,970	-	55,689
Total accumulated deprecation	<u>\$ 9,163,444</u>	<u>\$ 1,512,806</u>	<u>\$ 138,295</u>	<u>\$ 10,537,954</u>
Total capital assets being depreciated, net	<u>\$27,702,282</u>	<u>\$ 974,536</u>	<u>\$ 34,385</u>	<u>\$ 28,642,432</u>

Depreciation expense of \$1,512,807 for the year ended December 31, 2011 was charged to the following governmental functions:

	Governmental Activities
General Government	\$ 405,370
Health & Welfare	225
Public Safety	374,406
Public Works	732,806
Total	<u>\$ 1,512,807</u>

9. ACCOUNTS, SALARIES, AND OTHER PAYABLES

Accounts, salaries, and other payables of \$907,695 at December 31, 2011, are as follows:

	General Fund	Criminal Court Fund	Section 8 Housing Fund	NonMajor Governmental Funds	Total Governmental Activities
Accounts	\$ 103,731	\$ 201,164	\$ 153	\$ 301,577	\$ 606,625
Payroll deductions and withholdings	79,296	-	-	-	79,296
Fines	-	125,661	-	-	125,661
Protested taxes	16,913	-	-	74,394	91,307
Grants due to subrecipients	410	-	-	-	410
Other	277	22	311	3,785	4,395
Total	<u>\$ 200,627</u>	<u>\$ 326,847</u>	<u>\$ 464</u>	<u>\$ 379,756</u>	<u>\$ 907,694</u>

10. CONSTRUCTION COMMITMENTS

The police jury has active construction projects as of December 31, 2011. At year end the commitments with contractors are as follows:

Project	Spent to Date	Remaining Commitment
South Louisiana Fail Facility	\$ -	\$ 3,880,918
Fire Station	84,985	-

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

11. LEASES

The police jury records items under capital leases as an asset and an obligation in the accompanying financial statements. The net book value of equipment under capital leases at December 31, 2011 was as follows:

Equipment	\$1,137,757
Less accumulated depreciation	<u>215,052</u>
Net book value	<u>\$ 922,705</u>

Depreciation in 2011 on capital lease equipment was \$78,034. The following is a schedule by years of the total payments due as of December 31, 2011.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 335,188	\$ 16,248	\$ 351,436
2013	96,988	13,996	110,984
2014	50,345	10,510	60,855
2015	52,141	8,714	60,855
2016	54,007	6,849	60,856
2017-2021	<u>103,289</u>	<u>12,564</u>	<u>115,853</u>
	<u>\$ 691,958</u>	<u>\$ 68,881</u>	<u>\$ 760,839</u>

The police jury has operating leases of the following nature:

<u>Lease of</u>	<u>Term</u>	<u>Annual Consideration</u>
South Louisiana Rail Facility land	6-1-2011 to 6-1-2026	\$ 18,000
Maintenance yard-Lake Arthur	11-1-2011 to 11-1-2012	1,200
Equipment parking lot	3-1-2011 to 3-1-2012	1,200
Fire station building	6-16-2010 to 6-15-2014	500
Fire equipment storage	6-1-1992 to 5-31-2012	10

The minimum annual commitments under non-cancelable operating leases are as follows:

Fiscal year:	<u>Buildings, Land and Office Facilities</u>
2012	\$ 19,704
2013	18,504
2014	18,003
2015	18,003
2016	18,003
2017-2021	90,015
2022-2026	79,513
Thereafter	90
Total	<u>\$ 261,835</u>

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

During 2011, the police jury entered into a sub-lease agreement with the South Louisiana Rail Facility, LLC for the South Louisiana Rail Facility land that is currently leased from the Louisiana Agricultural Finance Authority. In accordance with this agreement, the police jury will receive \$18,000 annually in lease payments from the South Louisiana Rail Facility, LLC.

12. LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the year ended December 31, 2011:

	<u>Bonded Debt</u>	<u>Capital Leases</u>
Long-term obligations at beginning of year	\$ 19,401,000	\$ 810,350
Additions	-	-
Deductions	<u>867,000</u>	<u>118,392</u>
Long-term obligations at end of year	<u>\$ 18,534,000</u>	<u>\$ 691,958</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of December 31, 2011:

	<u>Bonded Debt</u>	<u>Capital Lease</u>
Current portion	\$ 909,000	\$ 335,188
Long-term portion	<u>17,625,000</u>	<u>356,770</u>
Total	<u>\$ 18,534,000</u>	<u>\$ 691,958</u>

Bonds payable at December 31, 2011, are comprised of the following individual issues:

<u>Bond</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>	<u>Funding Source</u>
General Obligation Bonds:						
Series 1999 Sub Road District No. 2, for improvements and construction of hard surface roads and drainage	\$ 96,000	4.50% to 5.00%	4-1-2014	\$ 1,913	\$ 27,000	Ad valorem tax revenues
Series 2007 Fire District No. 6 for constructing, equipping and furnishing a new fire station	575,000	1.00% to 6.00%	3-1-2027	228,668	506,000	Ad valorem tax revenues
Revenue Bond:						
Sales Tax Bonds Series 2007 for constructing, improving, and resurfacing roads	12,000,000	4.00% to 5.00%	2-1-2027	3,944,791	10,380,000	2% sales & use tax

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

<u>Bond</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>	<u>Funding Source</u>
Sales Tax Bonds Series 2008 for constructing, improving, and resurfacing roads	8,000,000	4.40% to 5.25%	2-1-2027	2,835,325	7,115,000	2% sales & use tax
Certificates of Indebtedness:						
Series 2004 Fire District No. 4 for acquiring and equipping fire trucks and tankers	210,000	1.75% to 4.30%	3-1-2014	4,665	72,000	Ad valorem tax revenues
Series 2004 Special Revenue Account for acquiring road and facilities maintenance equipment	500,000	4.15%	11-1-2014	14,110	168,000	Excess revenues
Series 2007 Fire District No. 3 for acquiring a fire truck and other fire fighting equipment	300,000	0.00% to 4.10%	3-1-2017	23,452	190,000	Ad valorem tax revenues
Series 2008 Fire District No. 5 for acquiring a brush truck and extraction unit	125,000	3.50%	3-1-2015	5,425	76,000	Ad valorem tax revenues

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At December 31, 2011, the police jury has accumulated \$747,678 in the debt service funds and \$1,552,823 in special revenue funds for future debt requirements. The bonds are due as follows:

<u>Year Ending December 31, 2011</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2012	\$ 909,000	\$ 802,641	\$ 1,711,641
2013	955,000	756,996	1,711,996
2014	1,000,000	708,777	1,708,777
2015	956,000	658,621	1,614,621
2016	984,000	611,724	1,595,724
2017-2021	5,465,000	2,387,758	7,852,758
2022-2026	6,735,000	1,097,963	7,832,963
2027-2031	1,530,00	33,869	1,563,869
Total	<u>\$ 18,534,000</u>	<u>\$ 7,058,349</u>	<u>\$ 25,592,349</u>

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Capital leases at December 31, 2011 are comprised of the following issues:

	<u>Principal Outstanding</u>
Capital lease, 2008 \$225,500 capital lease issued January, 2008, due in yearly payments of \$50,128 thru January, 2013, with interest at 3.63%. Secured by Ferrara Fire Truck.	\$ 48,372
Capital lease, 2008 \$182,500 capital lease issued April, 2008, due in monthly payments of \$1,467 thru March, 2012 with interest at 4.09%. Balloon of \$140,000 due April, 2012. Secured by Caterpillar motor grader.	142,478
Capital lease, 2008 \$183,500 capital lease issued June, 2008, due in monthly payments of \$1,545 thru May, 2012 with interest at 4.49%. Balloon of \$140,000 due June, 2012. Secured by Caterpillar motor grader.	143,533
Capital lease, 2010 \$229,037 capital lease issued September, 2010, due in yearly payments of \$26,000 in 2011 and \$28,963 thereafter thru February 1, 2020 with interest set at the five year treasury rate. Secured by 2010 Rosenbauer pumper.	210,358
Capital lease, 2010 \$176,930 capital lease issued December 1, 2010, due in yearly payments of \$31,892 thru May, 2016 with interest at 2.69%. Secured by 2009 Ferrara freightliner class A pumper.	<u>147,217</u>
Total capital leases	<u>\$ 691,958</u>

13. CONDUIT DEBT OBLIGATION

In 2007, the jury through its component unit, the Industrial Development Board of the Jefferson Davis Parish, Louisiana, Inc. approved and issued \$10 million of tax exempt Revenue Bonds. This was done to provide financial assistance to a business for the acquisition, construction, and equipping of a manufacturing facility deemed to be in the public interest. These bonds are secured solely by property owned by the business and revenue earned by the business. Neither the Jefferson Davis Parish Police Jury, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. In return for this assistance, the business is required to fully fund the \$10 million in debt and to create a specified number of new jobs. As of December 31, 2011 the project was completed. The outstanding balance of the debt at December 31, 2011 was \$6,356,891.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

14. INTERFUND TRANSFERS

Details related to interfund transfers as of December 31, 2011 are presented as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Major Governmental Activities:		
General Fund	\$ 36,241	\$ 460,563
Road Sales Tax No. 1 Sales Tax Fund	113	1,536,872
Road Sales Tax No. 1 Sinking Fund	1,536,872	-
Non-major Governmental Activities	<u>541,607</u>	<u>117,398</u>
Total Governmental Activities	<u>\$ 2,114,833</u>	<u>\$ 2,114,833</u>

The transfers are movements of money from one fund to another. These merely serve as a means to finance activities in the receiving fund.

15. PENSION PLANS

Substantially all employees paid by the Jefferson Davis Parish Police Jury are members of the following statewide retirement systems: Parochial Employees Retirement System of Louisiana (PERS), the Louisiana District Attorneys Retirement System (LDARS), the Louisiana State Employees' Retirement System (LASERS) and the Louisiana Firefighters' Retirement System (Firefighters). These systems are a cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Parochial Employees Retirement System of Louisiana (PERS)

Plan Description. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All participating employees of the police jury are members of Plan A, except for thirteen police jurors.

All permanent employees working at least 28 hours per week who are paid wholly or in part from parish funds are eligible to participate in the System. As of January 1, 1997, elected officials, except coroners, justices of the peace and parish presidents, may no longer join the retirement system. Those elected officials enrolled as of January 1, 1997 will maintain membership as long as they hold office. Effective July 1, 1997, new employees age 55 and older and who have 40 quarters or more of social security participation have an option to join the parochial system. New employees meeting the age and social security criteria have up to 90 days from the date of hire to elect to participate. Under Plan A, employees who were hired prior to January 1, 2007, may retire at or after age 65 with at least 7 years of credited service, at age 60 with at least 10 years of credited service, at or after age 55 with 25 years of credited service, or at any age with at least 30 years of credited service and employees who were hired after January 1, 2007, may retire at age 67 with at least 7 years of credited service, at age 62 with at least 10 years of credited service, or at age 55 with at least 30 years of credited service, are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final-average compensation for each year of creditable service. However, for those employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to one percent of final average compensation plus \$24 for each year of supplemental-plan-only service earned prior to January 1, 1980 plus 3 percent of final-average salary for each year of service credited after the revision date. Final-average compensation is defined as the average of the highest consecutive 36 months salary for members hired prior to

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

January 1, 2007. For members hired January 1, 2007 and later, final average compensation shall be defined as the average of the highest consecutive 60 months salary. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The system issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees Retirement System of Louisiana, Post Office Box 14619, Baton Rouge, Louisiana, 70898-4619, or by calling (225)-928-1361.

Funding Policy. Under Plan A, members are required by state statute to contribute 9.50% of their annual covered salary and the Police jury is required to contribute at an statutory rate based on actuarially determined computations. The rate for 2011 is 15.75 % of covered payroll. Contributions to the System also include one-fourth of one percent of the taxes shown to be collectible (except for Orleans and East Baton Rouge parishes) by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Police jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The police jury's contribution to the System under Plan A for the year ending December 31, 2011, 2010 and 2009 was \$160,433, \$151,465, \$110,077, respectively, equal to the required contributions for each year.

B. Louisiana District Attorneys' Retirement System (LDARS)

Plan Description. The police jury pays a portion of the district attorney and assistant district attorneys salaries per LA RS 16:6. The district attorney and assistant district attorneys are members of the Louisiana District Attorneys Retirement System (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. Assistant district attorneys who earn, as a minimum, the amount paid by the state for assistant district attorneys and are under the age of 60 at the time of original employment and all district attorneys are required to participate in the System.

For members who joined the System before July 1, 1990, and who elected not to be covered by the new provisions, the following applies: Any member with 23 or more years of creditable service regardless of age may retire with a 3 percent benefit reduction for each year below age 55, provided that no reduction is applied if the member has 30 or more years of service. Any member with at least 18 years of service may retire at age 55 with a 3 percent benefit reduction for each year retiring below the age of 60. In addition, any member with at least 10 years of service may retire at age 60 with a 3 percent benefit reduction for each year retiring below the age of 62. The retirement benefit is equal to 3 percent of the member's average compensation multiplied by the number of years of his membership service, not to exceed 100 percent of his average final compensation.

For members who joined the system after July 1, 1990, or who elected to be covered by the new provisions the following applies: Members are eligible to receive normal retirement benefits if they are age 60 and have 10 years of service credit, are age 55 and have 24 years of service credit, or have 30 years of service credit regardless of age. The normal retirement benefit is equal to 3.5 percent of the member's final-average compensation multiplied by years of membership service. A member is eligible for early retirement if he is age 55 and has 18 years of service credit. The early retirement benefit is equal to the normal retirement benefit reduced 3 percent for each year the

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

member retires in advance of normal retirement age. Benefits may not exceed 100 percent of final compensation. The System also provides death and disability benefits. Benefits are established by state statute.

The system issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana District Attorneys' Retirement System, 2109 Decatur Street, New Orleans, Louisiana, 70116, or by calling (504)-947-5551.

Funding Policy. Members are required by state statute to contribute 7.0 % of their annual covered salary and the police jury is required to contribute at a statutory rate based on actuarially determined computations. The current rate is 9.75 % of annual covered payroll. Contributions to the System also include .2 percent of the ad valorem taxes collected throughout the state and revenue sharing funds as appropriated by the legislature. The .2 percent is the statutory set rate that can be adjusted by the Public Retirement Systems' Actuarial Committee. State statute requires covered employees to contribute 7.0 % of their salaries to the System and requires each district attorney to provide employer contributions as needed to actuarially fund the system. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The police jury's contribution to the system for the year ending December 31, 2011, 2010 and 2009 was \$752, 562, \$201, respectively, equal to the required contributions for each year.

C. Louisiana State Employees' Retirement System (LASERS)

Plan Description. The police jury also pays a portion of the Ward 2 judges salary per LA R.S. 13:1874. The judge participates in the Louisiana State Employees' Retirement System (LASERS), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The system was established and provided for within Title 11, Subtitle II, Chapter 1, of the Louisiana Revised Statutes. Benefit provisions are authorized within LRS 11:441-501.

All state employees except certain classes of employees excluded by state statute become LASERS members as a condition of employment unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Elected officials (including the Ward 2 judge) may elect to become members of LASERS.

A member is eligible to retire after at least 10 years of service at age 60, 25 years at age 55, or after 30 years at any age. Effective January 1, 1996, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit. The system does provide for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable at a rate of 2.5% of the average of the highest three consecutive years of compensation, multiplied by the number of years of creditable service. Once an employee has accumulated 10 years of service, disability benefits apply based on the regular benefit formula without age restrictions.

Service and age requirements in order for a member to retire are established by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana State Employees' Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213 or call 1-800-830-0337.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Funding Policy. Plan members are required to contribute 11.5% of their annual covered salary. The police jury is required to contribute at a statutory rate based on actuarially determined computations. The rate for 2011 is 31.8 % of covered payroll. The contribution requirements of plan members and the police jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The police jury's contribution to the System for the year ending December 31, 2011, 2010 and 2009 was \$1,121, \$846, \$773, respectively, equal to the required contributions for each year.

D. Firefighters' Retirement System of Louisiana

Plan Description. Membership in the Louisiana Firefighters' Retirement System is mandatory for all full-time firefighters employed by a municipality, parish, or fire protection district that did not enact an ordinance before January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3 percent of their final-average salary for each year of creditable service, not to exceed 100 percent of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 50 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Firefighters' Retirement System, Post Office Box 94095, Baton Rouge, Louisiana 70804, or by calling (225) 925-4060.

Funding Policy. Plan members are required by state statute to contribute 8.0 percent of their annual covered salary if their earnable compensation is less than or equal to poverty level. Otherwise plan members are required to contribute 10%. The police jury is required to contribute at an actuarially determined rate. The current rate is 25.25 percent of annual covered payroll if plan members' earnable compensation is less than or equal to poverty level. Otherwise the current rate is 23.25 percent. The contribution requirements of plan members and the police jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The police jury's contributions to the System for the year ending December 31, 2011, 2010, and 2009, were \$11,621, \$9,700, and \$6,276, respectively, equal to the required contributions for each year.

E. Other Pension Liabilities

The police jury pays a portion of the salaries for employees of the registrar of voters. These employees are also covered by multiple-employer public employees retirement systems requiring employee and employer contributions. The jury's and employees' contributions to the systems are considered immaterial with respect to the jury and the benefit systems as a whole.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

16. OTHER POST-EMPLOYMENT BENEFITS

Plan Description. The Jefferson Davis Parish Police Jury contributes to a single-employer defined benefit healthcare plan (“the Retiree Health Plan”). The plan provides lifetime healthcare and life insurance for eligible retirees and their spouses through the Police Jury’s group health insurance plan, which covers both active and retired members. As of April 26, 2007, elected official and part-time employees who are paid by the Police Jury are not eligible for coverage. No employee hired after January 1, 2009 is eligible for coverage. The criteria to determine eligibility include years of service and employee age. Benefit provisions are established by the Jefferson Davis Parish Police Jury. The Retiree Health Plan does not issue a publicly available financial report.

Effective with the year ending December 31, 2009, the Jefferson Davis Parish Police Jury implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions* (GASB 45). The statement has been implemented prospectively. Using this method, the beginning other post employment benefit (OPEB) liability is set at zero and the actuarially determined OPEB liability relative to past service (prior to January 1, 2009) will be amortized and recognized as an expense over thirty years.

Funding Policy. Contribution requirements are also established by the Jefferson Davis Parish Police Jury. For 2011, the Police Jury contributed 81.79% of the premiums for eligible regular employees and 70% of the premiums for eligible elected officials. For the year ended December 31, 2011, the Jefferson Davis Parish Police Jury contributed \$61,519, to the plan.

Annual OPEB Cost and Net OPEB Obligation. The Jefferson Davis Parish Police Jury’s annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer. The Jefferson Davis Parish Police Jury has elected to calculate the ARC and related information using the alternative measurement method permitted by GASB 45 for employers in plans with fewer than 100 total plan members. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Police Jury’s annual OPEB costs for the year, the amount actually contributed to the plan, and the changes in the Police Jury’s net OPEB obligation to the retiree health plan.

Annual required contribution	\$ 440,410
Interest on net OPEB obligation	17,908
Adjustment to annual required contribution	<u>(21,119)</u>
Annual OPEB cost (expense)	\$ 437,199
Age adjusted contributions made	<u>(85,758)</u>
Increase in net OPEB obligation	\$ 351,441
Net OPEB obligation at beginning of year	<u>716,333</u>
Net OPEB obligation at end of year	<u>\$ 1,067,774</u>

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

The police jury's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended December 31, 2011 were as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
12/31/2011	\$ 437,199	19.6%	\$ 1,067,774

Funded Status and Funding Progress. As of December 31, 2009, the first and most recent actuarial valuation the actuarial accrued liability for benefits was \$5,124,774, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) for the year ended December 31, 2011, was \$752,244, and ratio of the unfunded actuarial accrued liability to the covered payroll was 681.26%.

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The following simplifying assumptions were made:

Retirement age for active employees - Based on the historical average retirement age for the covered group, active plan members were assumed to retire at age 62, or at the first subsequent year in which the member would qualify for benefits.

Marital Status - Marital status of members at the calculation date was assumed to continue throughout retirement.

Mortality - Life expectancies were based on the RP-2000 Mortality Table for Males and Females projected 10 years.

Turnover - Non-group-specific age-based turnover data from GASB 45 paragraph 35b were used as the basis for assigning active members a probability of remaining employed until the assumed retirement age and for developing an expected future working life-time assumption for purposes of allocating to periods the present value of total benefits to be paid.

Healthcare cost trend rate - The expected rate of increase in healthcare insurance premiums was based on projections performed by Getzen model promulgated by the Society of Actuaries for use in long-term trend projection. Per this model, the rates for health care cost range from 8% in year 1 to 4.7% in year 10 and over.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Health Insurance Premiums - Health insurance premiums effective January 1, 2010 for retirees and their spouse were used as a basis for calculation of the present value of total benefits to be paid.

Inflation Rate- The expected long-term inflation assumption of 3.3 percent was based on the average annual percentage change in the Consumer Price Index -Urban Wage Earners and Clerical Workers CPI-W from 2003 to 2008.

Based on the historical and expected returns of the police jury's short-term investment portfolio, a discount rate of 2.5 percent was used. In addition, a simplified version of the entry age actuarial cost method was used. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2011, was twenty-eight years.

17. LITIGATION, CLAIMS, AND CONTINGENCIES

The police jury is involved as a defendant in law suits for personal injury, injunctive relief, and mineral royalty disputes. No estimate of award or potential exposure to the police jury can be made at this time.

As of December 31, 2011, the criminal court fund had a deficit balance of \$105,344. According to the interpretation of Louisiana Revised Statutes by the District Attorney, the police jury may become liable for this deficit if additional revenue is not received and/or expenses are not reduced. Since the majority of disbursements from this fund are for reimbursements to the district attorney and district judge, the contingency may become a liability if either or both would demand reimbursement before the fund could regain solvency.

18. GRANT DISALLOWANCES

The police jury participates in a number of federally assisted grant programs. These programs are subject to the program compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. Based on prior experience, the police jury's management feels such disallowances, if any, will be immaterial.

19. LANDFILL JOINT VENTURE

The police jury is a participant in a joint venture referred to as the Jefferson Davis Parish Sanitary Landfill Commission. This entity was chartered on February 17, 1984. The Commission's purpose is the establishment of a long-term plan for the disposal of solid wastes in Jefferson Davis Parish. According to the charter, each participant in the Commission is responsible for a pro rata share of any operating deficits. Likewise, any distributions of surpluses are also shared on a pro rata basis. Each participant's pro rata share is based on the number of households within each participant's unit to the total number of households within all participating units. These proportions were determined using the 1980 U. S. Census as follows:

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

<u>Locality</u>	<u>Number of Households</u>	<u>Percentages</u>
Jennings	4,161	.421196
Welsh	1,167	.118129
Lake Arthur	1,212	.122684
Parish (excluding Jennings, Welsh, Lake Arthur, & Elton)	<u>3,339</u>	<u>.337991</u>
Totals	<u>9,879</u>	<u>1.000000</u>

The Commission consists of six commissioners as follows: two residents of Jennings, one resident of Welsh, one resident of Lake Arthur, and two residents of Jefferson Davis Parish living outside the city limits of Jennings, Welsh, Lake Arthur and Elton. The Commission members are to be appointed by the governing body of their place of residence.

The Commission has the power and authority to employ personnel, adopt its own budget and enter into agreements necessary for the operation of the Landfill. In certain instances, some agreements must be consented to by all six members of the Commission. Separate financial statements are available from the Jefferson Davis Parish Landfill Commission upon request.

Condensed financial information for the Jefferson Davis Parish Sanitary Landfill as of December 31, 2011 were as follows:

	<u>Total</u>	<u>Police Jury (33.7991%)</u>
Total assets	\$ 5,611,018	\$ 1,896,474
Total liabilities	17,977	6,076
Total net assets	5,593,041	1,890,398
Total liabilities and net assets	5,611,018	1,896,474
Total program revenues	894,371	302,289
General revenues	617,975	208,870
Distributions to member governments	959,984	324,466
Total expenses	553,044	186,924
Change in net assets	(682)	(231)

As of December 31, 2011, the Commission had no long-term debt outstanding.

The Landfill Commission as owner of a sanitary landfill is subject to Environmental Protection Agency (EPA) regulations that require monitoring the landfill site for 30 years following closure of the site in addition to other closure requirements. These regulations also mandate that landfill owners provide financial assurances that they will have the resources available to satisfy the postclosure standards. These guarantees can be third-party trusts, surety bonds, letters of credit, insurance, or state sponsored plans.

According to the Commission's contract with the site operator, "...the contractor shall be responsible for closure in accordance with the permit...". Additionally, "...the contractor's post-closure care, maintenance and monitoring responsibility shall be three (3) years, or as required by law,...". In the event the operator is for whatever reason unwilling or unable to fulfill this requirement, the responsibility for closure and post closure monitoring will revert back to the Commission.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Additionally, because of the industry the Commission participates in, certain potential liabilities are always present. These include, but are not limited to, environmental cleanup costs and EPA penalties for violation of its regulations. The EPA is empowered by law (through the Superfund legislation) to seek recovery from anyone who ever owned or operated a particular contaminated site, or anyone who ever generated or transported hazardous materials to a site (these parties are commonly referred to as potentially responsible parties, or PRPs). Potentially, the liability can extend to subsequent owners or to the parent company of a PRP. While there are no asserted or unasserted potential costs or penalties at the date of this report that the Commission is aware of, the potential is present.

During 2011, the Commission voted to make a distribution to the participating governments in the amount of \$919,984. In addition, the Commission distributed \$40,000 to the participating governments for economic development. For the Jefferson Davis Parish Police Jury, the distribution amounted to \$320,946, of which \$310,946 was based on household percentages as explained above, and is recorded as other intergovernmental revenues in the General Fund. The \$10,000 distribution for economic development is recorded in the General Fund. There are no amounts due to this member government at December 31, 2011.

20. RESTRICTED NET ASSETS

Details of restricted net assets as reported in the government-wide Statement of Net Assets are as follows

Special Revenue Funds:

Road Sales Tax No. 1	\$ 4,225,269
Section 8	28,882
E-911	1,445,249
Parish Road Fund	60,895
Courthouse & Jail Maintenance	990,008
Sub Road District No. 1	64,102
Cooperative Extension Service	235,798
Fire District No. 1	62,939
Fire District No. 2	486,157
Fire District No. 3	201,764
Fire District No. 4	76,251
Fire District No. 6	115,306
Fire District No. 7	34,451
Road Division 1	630,003
Road Division 2	11,130
Road Division 3	<u>178,302</u>
	\$ 8,846,504

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

Capital Projects:

Fire District No. 5 Certificates of Indebtedness Funds for acquiring a brush truck and extraction unit	\$	247
Fire District No. 6 General Obligation Bond Funds for acquiring, equipping, and furnishing new fire station		15,016
Fire District No. 3 Certificates of Indebtedness Funds for acquiring a fire truck and equipment		53
South Louisiana Rail Facility		16,177
Road Sales Tax 2% Sales Tax Bond Funds for constructing, improving, and resurfacing roads		<u>47</u>
	\$	31,539

Debt Service:

Road Sales Tax #1 Special Revenue Fund Bond Reserve	\$	1,552,823
Fire District No. 6 General Obligation Bonds		20,141
Sub Road District No. 2 General Obligation Bonds		34,137
Road Sales Tax District No. 1 2% Sales Tax Bonds		692,083
Fire District No. 7 General Obligation Bonds		<u>1,316</u>
	\$	2,300,501

21. RISK MANAGEMENT

The police jury is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The police jury has elected to purchase insurance coverage through the commercial insurance market to cover its exposure to loss. The police jury is insured up to policy limits for each of the above risks. There were no significant changes in coverages, retentions, or limits during the year ended December 31, 2011. Settled claims have not exceeded the commercial coverages in any of the previous three fiscal years.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2011

22. CRIMINAL COURT FUND

Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the Criminal Court Fund at the year end be transferred to the parish General Fund. The following details the amount due at December 31, 2011:

Balance due at January 1, 2011	\$	9,134
Amount due for 2011		<u>-</u>
Total	\$	9,134
Remitted during 2011		<u>9,134</u>
Balance due at December 31, 2011	\$	<u><u>-</u></u>

23. WIRELESS E911 SERVICE

The Jefferson Davis Parish Police Jury is in Phase 2 of implementing wireless E911 services. For the year ended December 31, 2011 the police jury collected \$283,660 from emergency telephone service charge from wireless systems. The funds collected from the service charge will be used to buy and lease necessary equipment, supplies, and other items needed to maintain and implement wireless E911 services.

24. ON-BEHALF PAYMENTS FOR SALARIES

GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance* requires the police jury to report in the financial statements on-behalf salary payments made by the State of Louisiana to certain groups of police jury employees. Supplementary salary payments are made by the state directly to certain groups of employees. The police jury is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contribution made by the state. For the year ended December 31, 2011 the state paid supplemental salaries to the police jury's justices of the peace, constables and fire chiefs. On-behalf payment recorded as revenues and expenditures in the fund financial statements for the year ended December 31, 2011 totaled \$32,400.

25. DATE OF MANAGEMENT'S REVIEW

Subsequent events were evaluated through June 30, 2012, which is the date the financial statements were available to be issued.

26. NEW REPORTING STANDARD

In December 2010, the Governmental Accounting Standards Board (GASB) approved Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements." The statement specifically identifies and consolidate the accounting and financial reporting provisions that apply to state and local governments. In June 30, 2011, the Governmental Accounting Standards board (GASB) approved Statement No. 63, "Financial Reporting of Deferred Outflows of Resources,

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana

Notes to the Financial Statements

As of and for the Year ended December 31, 2011

Deferred Inflows of resources and Net Position.” The statement changes how governments will organize their statements of financial position (such as the current government-wide statement of net assets and the governmental funds balance sheet). Under this standard, financial statements will include deferred outflows of resources and deferred inflow of resources, in addition to assets and liabilities, and will report net position instead of net assets. The provisions of GASB Nos 62 and 63 must be implemented by the police jury for the year ending December 31, 2012. The effect of implementation on the police jury’s financial statements has not yet been determined.

27. BEGINNING FUND BALANCE/NET ASSETS ADJUSTMENTS

The following schedule reconciles December 31, 2010, fund balance, as previously reported, to beginning fund balance, as restated, as a result of a reclassification of fund type necessitated by the adoption of GASB Statement 54.

	General Fund	Nonmajor Funds
December 31, 2010, fund balances as reported	\$ 3,661,284	\$ 5,624,330
Prior period adjustments:		
Changes in accounting principle:		
Reclassification of funds	1,036,984	(1,036,984)
Funds reported as major at December 31, 2010	-	-
Funds reported as major at December 31, 2011	<u>-</u>	<u>(60,154)</u>
December 31, 2010, fund balances as restated	<u>\$ 4,698,268</u>	<u>\$ 4,527,192</u>

Required Supplemental Information

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Statement of Revenues, Expenditures, and Changes in Fund Balances-
Budget (Cash Basis) and Actual
General Fund
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance From Final Budget Over (Under)
	Original	Final		
Revenues				
Taxes				
Ad valorem	\$ 725,000	\$ 714,115	\$ 714,117	\$ 2
Other taxes, penalties, and interest	20,000	102,024	102,024	-
Licenses and permits	217,000	296,905	297,982	1,077
Intergovernmental revenues				
Federal funds-federal grants	272,214	184,802	184,803	1
State funds				
State revenue sharing (net)	1,040,000	1,081,158	1,081,158	-
Other	19,900	92,296	93,497	1,201
Local	290,071	342,808	341,774	(1,034)
Fees, charges and commissions for services	62,279	81,416	81,467	51
Fines and forfeitures	-	1,037	1,038	1
Investment earnings	9,600	8,503	7,978	(525)
Other revenue	136,300	195,989	195,665	(324)
Total Revenues	\$ 2,792,364	\$ 3,101,053	\$ 3,101,503	\$ 450
Expenditures				
General government	\$ 1,091,627	\$ 877,456	\$ 877,500	\$ 44
Public safety	464,600	553,729	553,734	5
Public works	1,800	79	79	-
Culture and recreation	69,659	69,208	69,210	2
Health and welfare	121,458	137,771	137,653	(118)
Capital outlay	420,272	285,881	285,882	1
Economic development	10,000	10,005	10,005	-
Other expenditures	-	1,128	1,129	1
Total Expenditures	\$ 2,179,416	\$ 1,935,257	\$ 1,935,192	\$ (65)
Excess of Revenues Over Expenditures	\$ 612,948	\$ 1,165,796	\$ 1,166,311	\$ 515
Other Financing Sources (Uses)				
Transfers in	\$ -	\$ 36,340	\$ 36,341	\$ 1
Transfers out	(461,405)	(460,563)	(460,563)	-
Sale of capital assets	-	83,965	83,633	-
Total Other Financing Sources (uses)	\$ (461,405)	\$ (340,258)	\$ (340,589)	\$ (331)
Net Change in Fund Balance	151,543	825,538	825,722	184
Fund Balance (Deficit) at Beginning of Year	4,745,319	4,745,319	4,745,319	-
Residual equity transfers in (out)	-	9,134	9,134	-
Fund Balance (Deficit) at End of Year	\$ 4,896,862	\$ 5,579,991	\$ 5,580,175	\$ 184
Net change in fund balance-budget			\$ 825,722	
Explanation of differences:				
Residual equity transfer in			9,134	
Revenue accruals			(65,450)	
Expenditure accruals			52,650	
Net Increase (Decrease) in Fund Balance-GAAP			\$ 822,056	

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Statement of Revenues, Expenditures, and Changes in Fund Balances-
Budget (Cash Basis) and Actual
Major Fund - Road Sales Tax No. 1 Sales Tax Fund
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance From Final Budget Over (Under)
	Original	Final		
Revenues				
Sales & use	\$ 2,000,000	\$ 2,389,163	\$ 2,389,163	\$ -
Investment earnings	8,000	2,475	2,490	15
Total Revenues	\$ 2,008,000	\$ 2,391,638	\$ 2,391,653	\$ 15
Expenditures				
Public works	\$ -	\$ 279,322	\$ 279,322	\$ -
Capital outlay	-	-	-	-
Total Expenditures	\$ -	\$ 279,322	\$ 279,322	\$ -
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,008,000	\$ 2,112,316	\$ 2,112,331	\$ 15
Other Financing Sources (Uses)				
Transfers in	\$ -	\$ 113	\$ 113	\$ -
Transfers out	(1,517,611)	(1,536,871)	(1,536,872)	(1)
Total Other Financing Sources (uses)	\$ (1,517,611)	\$ (1,536,758)	\$ (1,536,759)	\$ (1)
Net Change in Fund Balance	490,389	575,558	575,572	14
Fund Balance (Deficit) at Beginning of Year (Restated)	3,279,750	3,279,750	3,279,750	-
Fund Balance (Deficit) at End of Year	\$ 3,770,139	\$ 3,855,308	\$ 3,855,322	\$ 14
Net change in fund balance-budget			\$ 575,572	
Explanation of differences:				
Revenue accruals			(10,001)	
Expenditure accruals			-	
Net Increase (Decrease) in Fund Balance-GAAP			\$ 565,571	

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Statement of Revenues, Expenditures, and Changes in Fund Balances-
Budget (Cash Basis) and Actual
Major Fund - Criminal Court Fund
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance From Final Budget Over (Under)
	Original	Final		
Revenues				
Fines and forfeitures	\$ 732,000	\$ 1,104,529	\$ 1,104,530	\$ 1
Investment earnings	50	17	20	3
Local intergovernmental revenue	-	-	-	-
Other revenue	-	1,869	1,869	-
Total Revenues	\$ 732,050	\$ 1,106,415	\$ 1,106,419	\$ 4
Expenditures				
General government	\$ 732,050	\$ 1,095,636	\$ 1,095,644	\$ 8
Capital outlay	-	1,339	1,339	-
Total Expenditures	\$ 732,050	\$ 1,096,975	\$ 1,096,983	\$ 8
Excess of Revenues Over Expenditures	\$ -	\$ 9,440	\$ 9,436	\$ (4)
Fund Balance (Deficit) at Beginning of Year	(255,911)	(255,911)	(255,911)	-
Residual equity transfers in (out)	-	(9,134)	(9,134)	-
Fund Balance (Deficit) at End of Year	\$ (255,911)	\$ (255,605)	\$ (255,609)	\$ (4)
Net change in fund balance-budget			\$ 302	
Explanation of differences:				
Revenue accruals			29,302	
Expenditure accruals			47,925	
Net Increase (Decrease) in Fund Balance-GAAP			\$ 77,529	

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Statement of Revenues, Expenditures, and Changes in Fund Balances-
Budget (Cash Basis) and Actual
Major Fund - Section 8 Housing
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance From Final Budget Over (Under)
	Original	Final		
Revenues				
Federal grants	\$ 680,000	\$ 655,101	\$ 695,101	\$ 40,000
Investment earnings	100	26	28	2
Other revenue	28,000	80,035	40,564	(39,471)
Total Revenues	\$ 708,100	\$ 735,162	\$ 735,693	\$ 531
Expenditures				
Health & Welfare	\$ 696,350	\$ 765,643	\$ 765,648	\$ 5
Total Expenditures	\$ 696,350	\$ 765,643	\$ 765,648	\$ 5
Excess of Revenues Over Expenditures	\$ 11,750	\$ (30,481)	\$ (29,955)	\$ 526
Fund Balance (Deficit) at Beginning of Year	58,962	58,962	58,962	-
Fund Balance (Deficit) at End of Year	\$ 70,712	\$ 28,481	\$ 29,007	\$ 526
Net change in fund balance-budget			\$ (29,955)	
Explanation of differences:				
Revenue accruals			(1,340)	
Expenditure accruals			23	
Net Increase (Decrease) in Fund Balance-GAAP			\$ (31,272)	

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA

Notes to Budgetary Comparison Schedules
For the Year Ended December 31, 2011

Budget Basis of Accounting

All governmental funds' budgets are prepared on the cash basis of accounting. Budgeted amounts are as originally adopted or as amended by the police jury. Legally, the police jury 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 police jury to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more.

Explanation of Significant Difference Between Original and Final Budget:

Sales and use tax revenues in the original budget for the Road Sales Tax No. 1 Sales Tax Fund were significantly lower than the amounts in the final budget. The reason for this difference was because sales and use tax revenues were higher than originally anticipated. Fines and forfeitures revenue and general government expenditures in the original budget for the criminal court fund were significantly lower than the amounts in the final budget. The reasons for the difference was because fines and forfeitures revenues were higher than originally anticipated, as a result more expenditures could be paid by the criminal court fund than originally anticipated.

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
 Other Post Employment Benefits Plan
 December 31, 2011

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
December 31, 2009	\$ -	\$ 5,124,774	\$ 5,124,774	0.00%	\$ 839,257	610.63%
December 31, 2010	-	5,124,774	5,124,774	0.00%	860,930	595.26%
December 31, 2011	-	5,124,774	5,124,774	0.00%	752,244	681.26%

Schedule of Employer Contributions

Fiscal Year Ending	Annual OPEB Costs	Age Adjusted Contribution	Percentage of Annual OPEB Costs Contributed	Increase (Decrease) to Net OPEB Obligation	Net OPEB Obligation
December 31, 2009	\$ 426,341	\$ 69,135	16.20%	\$ 357,206	\$ 357,206
December 31, 2010	438,809	79,683	18.20%	359,127	716,333
December 31, 2011	437,199	85,758	19.60%	351,441	1,067,774

The accompanying notes are an integral part of this statement.

Other Supplemental Schedules

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Combining Balance Sheet
Nonmajor Governmental Funds

December 31, 2011

	Special Revenue							
	E-911 COMMUNICATIONS DISTRICT	Parish Road Fund	Courthouse & Jail Maintenance Fund		Sub Road Dist No. 1 Fund	Cooperative Extension Service	Fire District No. 1 Fund	Fire District No. 2 Fund
Cash and cash equivalents	\$ 1,404,124	\$ 15,307	\$ 521,910	\$ 79,604	\$ 241,235	\$ 69,206	\$ 211,738	
Cash held for protested taxes	-	-	8,704	23,043	-	235	2,821	
Investments	-	-	508,756	-	-	-	289,461	
Receivables (net of allowances for uncollectibles)	52,795	46,721	500	-	51	10	706	
Restricted cash and cash equivalents	-	-	-	-	-	-	-	
Restricted cash held for protested taxes	-	-	-	-	-	-	-	
Total Assets	\$ 1,456,919	\$ 62,028	\$ 1,039,870	\$ 102,647	\$ 241,286	\$ 69,451	\$ 504,746	

ASSETS

LIABILITIES AND FUND BALANCES

Accounts, salaries, and other payables	\$ 11,670	\$ 3,005	\$ 28,645	\$ 34,422	\$ 637	\$ 3,142	\$ 6,693
Contracts payable	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	3,000
Deferred revenues	-	-	21,735	4,180	4,920	3,379	8,958
Total Liabilities	\$ 11,670	\$ 3,005	\$ 50,380	\$ 38,602	\$ 5,557	\$ 6,521	\$ 18,651
Fund balances:							
Restricted for:							
Special revenue	\$ 1,445,249	\$ 59,023	\$ 989,490	\$ 64,045	\$ 235,729	\$ 62,930	\$ 486,096
Debt service	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total Fund Balances	\$ 1,445,249	\$ 59,023	\$ 989,490	\$ 64,045	\$ 235,729	\$ 62,930	\$ 486,096
Total Liabilities and Fund Balances	\$ 1,456,919	\$ 62,028	\$ 1,039,870	\$ 102,647	\$ 241,286	\$ 69,451	\$ 504,746

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Combining Balance Sheet
Nonmajor Governmental Funds

December 31, 2011

	Special Revenue							
	Fire District No. 3 Fund	Fire District No. 4 Fund	Fire District No. 5 Fund	Fire District No. 6 Fund	Fire District No. 7 Fund	Special Ward Road & Bridge Div One Fund	Special Ward Road & Bridge Div Two Fund	Special Ward Road & Bridge Div Three Fund
ASSETS								
Cash and cash equivalents	\$ 107,543	\$ 81,672	\$ 5,553	\$ 114,936	\$ 35,107	\$ 638,643	\$ 18,321	\$ 227,004
Cash held for protested taxes	2,434	2,196	22,193	81	152	6,605	66	5,428
Investments	128,963	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	258	-	200	7,428	-	-	43	215
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-
Restricted cash held for protested taxes	-	-	-	-	-	-	-	-
Total Assets	\$ 239,198	\$ 83,868	\$ 27,946	\$ 122,445	\$ 35,259	\$ 665,248	\$ 18,630	\$ 232,647
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts, salaries, and other payables	\$ 10,151	\$ 3,046	\$ 31,244	\$ 8,638	\$ 319	\$ 22,334	\$ 6,451	\$ 41,249
Contracts payable	21,246	-	-	-	-	-	-	-
Due to other funds	-	-	19,190	-	-	-	-	-
Deferred revenues	6,071	4,615	3,570	2,231	469	12,912	1,050	13,096
Total Liabilities	\$ 37,468	\$ 7,661	\$ 54,004	\$ 10,869	\$ 808	\$ 35,246	\$ 7,501	\$ 54,345
Fund balances:								
Restricted for:								
Special Revenue	\$ 201,730	\$ 76,207	\$ -	\$ 111,556	\$ 34,451	\$ 630,002	\$ 11,129	\$ 178,302
Debt service	-	-	-	-	-	-	-	-
Capital projects	-	-	(26,058)	-	-	-	-	-
Unassigned	-	-	(26,058)	-	-	-	-	-
Total Fund Balances	\$ 201,730	\$ 76,207	\$ (26,058)	\$ 111,556	\$ 34,451	\$ 630,002	\$ 11,129	\$ 178,302
Total Liabilities and Fund Balances	\$ 239,198	\$ 83,868	\$ 27,946	\$ 122,445	\$ 35,259	\$ 665,248	\$ 18,630	\$ 232,647

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Combining Balance Sheet
Nonmajor Governmental Funds

December 31, 2011

	Capital Project									
	Economic Development for Road Improvements	Fire District No. 6 Improv & Maint Fund	Fire District No. 3 Capital Improvements	Fire District No. 5 Capital Improvements	South Louisiana Rail Facility Capital Improvements	Street Improvement FY 2009 LCDBG	LCDBG Ike/Gustav Disaster Recovery	Road Sales Tax No. 1 Capital Improvements	LCDBG Disaster Recovery	
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash held for protested taxes	-	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	1,500	3,158	9,828	47	-	-
Restricted cash and cash equivalents	-	15,016	53	247	-	92	78	-	-	67
Restricted cash held for protested taxes	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ -	\$ 15,016	\$ 53	\$ 247	\$ 1,500	\$ 3,250	\$ 9,906	\$ 47	\$ -	\$ 67
LIABILITIES AND FUND BALANCES										
Liabilities:										
Accounts, salaries, and other payables	\$ -	\$ -	\$ -	\$ -	\$ 39,766	\$ 3,158	\$ 9,828	\$ -	\$ -	\$ 114,750
Contracts payable	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	100	100	-	-	100
Deferred revenues	-	-	-	-	-	-	-	-	-	-
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ 39,766	\$ 3,258	\$ 9,928	\$ -	\$ -	\$ 114,850
Fund balances:										
Restricted for:										
Special revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt services	-	-	-	-	-	-	-	-	-	-
Capital projects	-	15,016	53	247	-	-	-	47	-	-
Unassigned	-	-	-	-	(38,266)	(8)	(22)	-	-	(114,783)
Total Fund Balances	\$ -	\$ 15,016	\$ 53	\$ 247	\$ (38,266)	\$ (8)	\$ (22)	\$ 47	\$ -	\$ (114,783)
Total Liabilities and Fund Balances	\$ -	\$ 15,016	\$ 53	\$ 247	\$ 1,500	\$ 3,250	\$ 9,906	\$ 47	\$ -	\$ 67

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Combining Balance Sheet
Nonmajor Governmental Funds

December 31, 2011

	Debt Service					Total Nonmajor Governmental Funds
	Sub Rd #2 Topsy Rd Sinking Fund	Fire District No. 7 Sinking Fund	Fire District No. 3 Sinking Fund	Fire District No. 4 Sinking Fund	Fire District No. 5 Sinking Fund	
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,792,123
Cash held for protested taxes	-	-	-	-	-	73,958
Investments	-	-	-	-	-	927,180
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	123,460
Restricted cash and cash equivalents	34,712	1,471	-	-	29,386	81,122
Restricted cash held for protested taxes	243	191	-	-	-	434
Total Assets	\$ 34,955	\$ 1,662	\$ -	\$ -	\$ 29,386	\$ 4,998,277
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts, salaries, and other payables	\$ 243	\$ 345	\$ -	\$ -	\$ -	\$ 379,756
Contracts payable	-	-	-	-	-	21,246
Due to other funds	-	-	-	-	-	22,490
Deferred revenues	249	-	-	-	985	88,440
Total Liabilities	\$ 492	\$ 345	\$ -	\$ -	\$ 985	\$ 511,932
Fund balances:						
Restricted for:						
Special revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,585,939
Debt services	34,463	1,316	-	-	28,401	64,180
Capital projects	-	-	-	-	-	15,363
Unassigned	-	-	-	-	-	(179,137)
Total Fund Balances	\$ 34,463	\$ 1,316	\$ -	\$ -	\$ 28,401	\$ 4,486,345
Total Liabilities and Fund Balances	\$ 34,955	\$ 1,661	\$ -	\$ -	\$ 29,386	\$ 4,998,277

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Nonsalar Governmental Funds

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

For the Year Ended December 31, 2011

	Special Revenue												
	E-911 COMMUNICATIONS DISTRICT	Parish Road Fund		Courthouse & Jail Maintenance Fund		Sub Road Dist No. 1 Fund		Cooperative Extension Service		Fire District No. 1 Fund		Fire District No. 2 Fund	
REVENUES													
Ad valorem	\$ -	\$ -	\$ 442,197	\$ -	\$ 206,996	\$ -	\$ 169,045	\$ -	\$ 51,809	\$ -	\$ 356,102		
Licenses & permits	-	14,100	-	-	-	-	-	-	-	-	-		
Intergovernmental revenues:													
Federal grants	-	-	-	-	-	-	-	-	-	-	-		
State funds:													
State parish transportation funds	-	402,577	-	-	-	-	-	-	-	-	-		
State revenue sharing (net)	-	-	27,526	-	-	-	-	-	2,217	-	-		
Other	36,522	32,477	-	-	64,000	-	-	-	4,752	-	1,4754		
Local funds													
Investment earnings	660	12	6,811	122	162	122	-	-	45	45	5,019		
Other revenues	385,104	7,909	8,678	172	10	10	-	-	10	10	855		
Total Revenues	\$ 422,286	\$ 457,075	\$ 485,212	\$ -	\$ 271,330	\$ -	\$ 169,167	\$ -	\$ 58,833	\$ -	\$ 376,730		
EXPENDITURES													
General government	\$ -	\$ -	\$ 359,314	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
Public safety	175,587	-	-	-	-	-	-	-	50,566	-	162,400		
Public works	-	817,928	-	-	179,064	-	-	-	-	-	-		
Health and welfare	-	-	-	-	-	-	100,636	-	-	-	-		
Debt service	-	-	-	-	-	-	-	-	-	-	-		
Capital outlay	125,442	-	43,211	-	75,196	-	-	-	20,000	-	364,039		
Other	-	-	-	-	-	-	-	-	-	-	-		
Total Expenditures	\$ 301,029	\$ 817,928	\$ 402,525	\$ -	\$ 254,260	\$ -	\$ 100,636	\$ -	\$ 70,566	\$ -	\$ 526,439		
Excess (Deficiency) of Revenues Over Expenditures	\$ 121,257	\$ (360,853)	\$ 82,687	\$ 17,070	\$ 68,531	\$ (11,733)	\$ -	\$ (149,709)					
OTHER FINANCING SOURCES (USES)													
Transfers in	\$ -	\$ 345,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
Transfers out	-	-	-	-	-	-	-	-	-	-	-		
Transfer to component unit for capital project	-	-	-	-	-	-	-	-	-	-	-		
Long term debt proceeds	-	-	-	-	-	-	-	-	-	-	-		
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-		
Total Other Financing Sources and Uses	\$ -	\$ 345,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
Net Change in Fund Balance	\$ 121,257	\$ (15,853)	\$ 82,687	\$ 17,070	\$ 68,531	\$ (11,733)	\$ -	\$ (149,709)					
Fund balances -- beginning	1,323,992	74,876	906,803	46,975	64,045	74,663	167,198	635,805					
Fund balances -- ending	\$ 1,445,249	\$ 59,023	\$ 989,490	\$ 64,045	\$ 235,729	\$ 62,930	\$ 485,096						

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Nonmajor Governmental Funds

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

For the Year Ended December 31, 2011

	Special Revenue									
	Fire District No. 3 Fund	Fire District No. 4 Fund	Fire District No. 5 Fund	Fire District No. 6 Fund	Fire District No. 7 Fund	Special Ward Road & Bridge Div One Fund	Special Ward Road & Bridge Div Two Fund	Special Ward Road & Bridge Div Three Fund	Special Ward Road & Bridge Div Three Fund	Special Ward Road & Bridge Div Three Fund
REVENUES										
Ad valorem	\$ 322,059	\$ 186,073	\$ 186,880	\$ 148,237	\$ 14,336	\$ 516,937	\$ 84,222	\$ 434,615		
Licenses & permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental revenues:										
Federal grants	-	-	2,263	2,275	-	-	-	-	-	-
State funds:										
State parish transportation funds	-	-	-	-	-	-	-	-	-	-
State revenue sharing (net)	-	-	-	-	-	-	-	-	-	12,250
Other	8,420	7,086	7,753	25,378	-	59,882	-	-	-	-
Local funds	-	-	-	54,077	-	-	-	-	-	-
Investment earnings	1,188	58	78	183	20	577	157	577	-	-
Other revenues	225	20	962	837	1,318	1,318	1	12,000	-	-
Total Revenues	\$ 331,892	\$ 193,237	\$ 197,936	\$ 230,987	\$ 14,336	\$ 578,714	\$ 84,380	\$ 459,442		
EXPENDITURES										
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	136,727	95,905	150,700	199,697	11,694	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Capital outlay	231,506	44,869	58,403	37,083	-	127,762	-	68,358	-	-
Other	-	-	-	2	-	-	-	-	-	-
Total Expenditures	\$ 368,233	\$ 140,774	\$ 209,103	\$ 236,782	\$ 11,694	\$ 517,931	\$ 79,628	\$ 459,995		
Excess (Deficiency) of Revenues Over Expenditures	\$ (36,341)	\$ 52,463	\$ (11,167)	\$ (5,795)	\$ 2,662	\$ 60,783	\$ 4,752	\$ (553)		
OTHER FINANCING SOURCES (USES)										
Transfers in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	(35,442)	(25,444)	(20,158)	-	-	-	-	-	-	-
Transfer to component unit for capital project	-	-	-	-	-	-	-	-	-	-
Long term debt proceeds	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	350	1,200	-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	\$ (35,092)	\$ (24,244)	\$ (20,158)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Change in Fund Balance	\$ (71,433)	\$ 28,219	\$ (31,325)	\$ (5,795)	\$ 2,662	\$ 60,783	\$ 4,752	\$ (553)		
Fund balances -- beginning	273,163	47,988	5,267	117,351	31,789	569,219	6,377	178,855		
Fund balances -- ending	\$ 201,730	\$ 76,207	\$ (26,058)	\$ 111,556	\$ 34,451	\$ 630,002	\$ 11,129	\$ 178,302		

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Nonmajor Governmental Funds

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

For the Year Ended December 31, 2011

	Capital Projects							LCDBG Ike/Gustav Disaster Recovery	Road Sales Tax No. 1 Capital Improvements	LCDBG Disaster Recovery
	Economic Development for Road Improvements	Fire District No. 6 Improv & Maint Fund	Fire District No. 3 Capital Improvements	Fire District No. 5 Capital Improvements	South Louisiana Rail Facility Capital Improvements	Street Improvement FY 2009 LCDBG	LCDBG Ike/Gustav Disaster Recovery			
REVENUES										
Ad valorem	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental revenues:										
Federal grants	-	-	-	-	-	542,277	9,828	-	-	408,542
State funds:										
State parish transportation funds	-	-	-	-	-	-	-	-	-	-
State revenue sharing (net)	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Local funds	-	-	-	-	-	-	-	-	-	-
Investment earnings	-	16	-	-	-	-	-	-	138	-
Other revenues	-	-	-	-	-	-	-	-	-	-
Total Revenues	\$ -	\$ 16	\$ -	\$ -	\$ -	\$ 542,277	\$ 9,828	\$ -	\$ 138	\$ 408,542
EXPENDITURES										
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	11,999	-	9,828	-	3,662	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	170,920	-	-	-	-	507,082
Other	-	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 182,919	\$ 542,277	\$ 9,828	\$ -	\$ 3,662	\$ 507,082
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ 16	\$ -	\$ -	\$ (56,162)	\$ -	\$ -	\$ -	\$ (3,524)	\$ (98,540)
OTHER FINANCING SOURCES (USES)										
Transfers in	\$ 22	\$ -	\$ -	\$ -	\$ 54,137	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-	(36,241)	-	-	-	(113)	-
Transfer to component unit for capital project	-	-	-	-	-	-	-	-	-	-
Long term debt proceeds	-	-	-	-	-	-	-	-	-	-
Sales of capital assets	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	\$ 22	\$ -	\$ -	\$ -	\$ 17,896	\$ -	\$ -	\$ -	\$ (113)	\$ -
Net Change in Fund Balance	\$ 22	\$ 16	\$ -	\$ -	\$ (38,266)	\$ -	\$ -	\$ -	\$ (3,637)	\$ (98,540)
Fund balances -- beginning	\$ (22)	\$ 15,000	\$ 53	\$ 247	\$ -	\$ (8)	\$ (22)	\$ 3,684	\$ 47	\$ (16,243)
Fund balances -- ending	\$ -	\$ 15,016	\$ 53	\$ 247	\$ (38,266)	\$ (8)	\$ (22)	\$ 3,684	\$ 47	\$ (114,783)

JEFFERSON DAVIS PARISH POLICE JURY, LOUISIANA
Nonmajor Governmental Funds

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

For the Year Ended December 31, 2011

	Sub Rd #2 Topsy Rd Sinking Fund	Debt Service						Total Nonmajor Governmental Funds
		Fire District No. 3 Sinking Fund	Fire District No. 4 Sinking Fund	Fire District No. 5 Sinking Fund	Fire District No. 6 Sinking Fund	Special Revenue Sinking Fund		
REVENUES								
Ad valorem	\$ 7,315	\$ -	\$ -	\$ -	\$ 59,044	\$ -	\$ 3,185,867	
Licenses & permits	-	-	-	-	-	-	14,100	
Intergovernmental revenues:								
Federal grants	-	-	-	-	-	-	963,185	
State funds:								
State parish transportation funds	-	-	-	-	-	-	402,577	
State revenue sharing (net)	-	-	-	-	-	-	41,993	
Other	-	-	-	-	-	-	261,024	
Local funds	-	-	-	-	-	-	54,077	
Investment earnings	-	-	-	36	-	-	15,859	
Other revenues	-	-	-	-	-	-	544,848	
Total Revenues	\$ 7,315	\$ -	\$ -	\$ -	\$ 59,080	\$ -	\$ 5,485,530	
EXPENDITURES								
General government	\$ 582	\$ -	\$ -	\$ -	\$ 1,874	\$ 275	\$ 362,045	
Public safety	-	-	-	200	350	-	983,826	
Public works	-	-	-	-	-	-	1,883,915	
Health and welfare	-	-	-	-	-	-	100,636	
Debt service	9,505	-	35,442	19,958	45,081	61,130	196,560	
Capital outlay	-	-	-	-	-	-	2,425,153	
Other	-	9,005	-	-	-	-	2	
Total Expenditures	\$ 10,087	\$ 9,005	\$ 35,442	\$ 20,158	\$ 47,305	\$ 61,405	\$ 5,952,137	
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,772)	\$ (9,005)	\$ (35,442)	\$ (20,158)	\$ 11,775	\$ (61,405)	\$ (466,607)	
OTHER FINANCING SOURCES (USES)								
Transfers in	\$ -	\$ -	\$ 35,442	\$ 20,158	\$ -	\$ 61,405	\$ 541,607	
Transfers out	-	-	-	-	-	-	(117,398)	
Transfer to component unit for capital projects	-	-	-	-	-	-	-	
Long term debt proceeds	-	-	-	-	-	-	-	
Sales of capital assets	-	-	-	-	-	-	1,550	
Total Other Financing Sources and Uses	\$ -	\$ -	\$ 35,442	\$ 20,158	\$ -	\$ 61,405	\$ 425,759	
Net Change in Fund Balance	\$ (2,772)	\$ (9,005)	\$ -	\$ -	\$ 11,775	\$ -	\$ (40,848)	
Fund balances -- beginning	37,235	10,321	-	-	16,626	-	4,527,192	
Fund balances -- ending	\$ 34,463	\$ 1,316	\$ -	\$ -	\$ 28,401	\$ -	\$ 4,486,344	

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2011

SCHEDULE OF COMPENSATION PAID TO POLICE JURORS

The schedule of compensation paid to police jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the police jurors is included in the legislative expenditures of the General Fund. In accordance with Louisiana Revised Statute 33:1233, the police jury has elected the monthly payment method of compensation. Under this method, the president receives \$1,200 per month, and the other jurors receive \$800 per month.

Melvin Adams	\$	9,600
Joe Landry		9,600
Curt Guillory		9,600
Bradley Eastman		9,600
Steve Eastman		9,600
Warren Woods		9,600
Bryon Buller		9,600
Tom Kilpatrick		9,600
Mark Pousson		9,600
Miron Navarre		9,600
John P. Marceaux		9,600
Bill Wild		9,600
Donald Woods, President		<u>14,400</u>
Total	\$	<u>129,600</u>

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2011

Federal Grantor/ Pass-Through Grantor/ Program Name	Pass-Through Entity Identifying Number	Federal CFDA Number	Expenditures
<u>United States Department of Housing and Urban Development</u>			
Section 8 Housing Choice Voucher Program	LA 188VO	14.871	\$ 730,486
Emergency Shelter Grants Program (Passed through Louisiana Department of Social Services)	LA CFMS# 697847	14.231	14,947
Community Development Block Grant (Passed through Louisiana Office of Community Development)	B-06-DG-22-0001 B-06-DG-22-0002 B-08-DI-22-0001 B-09-DC-22-0001	14.228	1,071,057
<u>United States Department of Homeland Security</u>			
Hazard Mitigation Grant Program (Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness)	1607-053-0001 1603-053-0003 1603-022-0003	97.039	57,976
Homeland Security Grant Program (Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness)	2008-GE-T8-0013 2010-SS-T0-0043	97.067	8,786
Emergency Management Performance Grants (Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness)	2009-55-T9-0059	97.042	9,373
<u>United States Department of Transportation</u>			
Formula Grants for Other than Urbanized Areas (Passed through Louisiana Department of Transportation and Development)	LA-18-X028 LA-18-X029	20.509	173,381
<u>United States Department of Health and Human Services</u>			
Substance Abuse and Mental Health Services Projects of Regional and National Significance (Passed through Louisiana Department of Health and Hospitals)	LA CFMS # 677664	93.243	75,600
<u>United States Department of Agricultural and Forest Service</u>			
Cooperative Forestry Assistance (Passed through Louisiana Department of Agriculture and Forestry)		10.664	4,661
<u>Recovery Act Awards:</u>			
<u>United States Department of Transportation</u>			
Formula Grants for Other than Urbanized Areas (Passed through Louisiana Department of Transportation and Development)	LA-86-X001	20.509	49,782
<u>United States Department of Housing and Urban Development</u>			
Homeless Prevention and Rapid Re-Housing Program (Passed through Louisiana Department of Children and Family Services)	LA CFMS #685488	14.262	20,774
<u>United States Department of Energy</u>			
Emergency Efficiency and Conservation Block Grant Program (Passed through Louisiana Department of Natural Resources)	EEA-1026	81.128	<u>84,284</u>
Total Expenditures of Federal Awards			<u>\$ 2,301,107</u>

JEFFERSON DAVIS PARISH POLICE JURY
 JENNINGS, LOUISIANA

Notes to the Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2011

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the police jury and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. SUBRECIPIENTS

Of the federal expenditures presented in the schedule, the police jury provided federal awards to subrecipients as follows:

	<u>Federal CFDA Number</u>	<u>Expenditures</u>
Passed through Louisiana Department of Transportation and Development: Formula Grants for other than Urbanized Areas	20.509	\$ 223,163
Passed through Louisiana Department of Social Services		
Emergency Shelter Grants Program	14.231	14,947
Homeless Prevention and Rapid Rehousing Program	14.262	20,774

EDWARD L. KRIELOW

(A PROFESSIONAL ACCOUNTING CORPORATION)

510 N. CUTTING
P. O. DRAWER 918
JENNINGS, LA 70546
(337) 824-5007

INDEPENDENT AUDITORS' 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*

To the Jefferson Davis Parish Police Jury
Jennings, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Jefferson Davis Parish Police Jury, as of and for the year ended December 31, 2011, which collectively comprise the Jefferson Davis Parish Police Jury's basic financial statements and have issued our report thereon dated June 30, 2012. 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.

Internal Control Over Financial Reporting

Management of the Jefferson Davis Parish Police Jury is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Jefferson Davis Parish Police Jury's internal control over financial reporting as a basis for designing our auditing procedures 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 Jefferson Davis Parish Police Jury's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Jefferson Davis Parish Police Jury's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting, item 2011-01. 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Jefferson Davis Parish Police Jury's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2009-01.

The Jefferson Davis Parish Police Jury's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Jefferson Davis Parish Police Jury's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the finance committee, Police Jurors, others within the entity, the Legislative Auditor, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under the provisions of Louisiana Revised Statutes 24:513 and 44:6, this report is a matter of public record and its distribution is not limited.

Edward L. Krielow
Certified Public Accountants

Jennings, Louisiana
June 30, 2012

EDWARD L. KRIELOW

A PROFESSIONAL ACCOUNTING CORPORATION

510 N. CUTTING

P. O. DRAWER 918

JENNINGS, LA 70546

(337) 824-5007

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

To the Jefferson Davis Parish Police Jury
Jennings, Louisiana

Compliance

We have audited the Jefferson Davis Parish Police Jury's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Jefferson Davis Parish Police Jury's major federal programs for the year ended December 31, 2011. The Jefferson Davis Parish Police Jury's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Jefferson Davis Parish Police Jury's management. Our responsibility is to express an opinion on the Jefferson Davis Parish Police Jury's compliance based on our audit.

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

In our opinion, the Jefferson Davis Parish Police Jury complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliances

Management of the Jefferson Davis Parish Police Jury is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Jefferson Davis Parish Police Jury's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Police Jury's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the finance committee, Police Jurors, others within the entity, the Legislative Auditor, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under the provisions of Louisiana Revised Statutes 24:513 and 44:6, this report is a matter of public record and its distribution is not limited.

Edward L. Krielow

Certified Public Accountants

Jennings, Louisiana
June 30, 2012

JEFFERSON DAVIS PARISH POLICE JURY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED DECEMBER 31, 2011

SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the Jefferson Davis Parish Police Jury's primary government.
2. Two significant deficiencies disclosed during the audit of the financial statements are reported in the 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*. No material weaknesses are reported.
3. No instances of noncompliance material to the financial statements of the Jefferson Davis Parish Police Jury were disclosed during the audit.
4. No significant deficiencies in internal control over major federal award programs were reported in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for the Jefferson Davis Parish Police Jury expresses an unqualified opinion on all major federal programs.
6. The audit disclosed no findings required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. The programs tested as major programs included:

<u>CFDA Number</u>	<u>Federal Grantor/ Pass-Through Grantor/ Program Name</u>
14.871	<u>United States Department of Housing and Urban Development</u> Section 8 Housing Choice Voucher Program
14.228	Community Development Block Grants (Passed through Louisiana Office of Community Development)

8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The Jefferson Davis Parish Police Jury was determined to be a low-risk auditee.

FINDINGS-FINANCIAL STATEMENT AUDIT

Significant Deficiency

2009-01 Statutory Compliance

Condition: During our audit, we noted that \$14,832 of receipts were not being deposited in a timely manner.

Criteria: Louisiana R.S. 39:1212 requires that all funds should be deposited daily when practicable.

Cause: Police jury personnel failed to deposit receipts in a timely manner as required by Louisiana R.S. 39:1212.

Effect: Failure to deposit receipts in a timely manner is prohibited by Louisiana R.S. 39:1212.

Context: We examined receipts for two months and compared the date of the receipts to the date deposited.

Recommendation: The police jury should implement policies and procedures to ensure that all receipts are deposited in a timely manner to comply with requirements of Louisiana R.S. 30:1212.

Views of responsible official and planned corrective actions: Police jury management agrees with the finding and will work to implement procedures as recommended. Contact: Donald Woods, President.

2011-01 Internal Control over Expenditures

Condition: A review of cash disbursements disclosed a lack of internal control over purchases. Several purchases made by fire districts contained purchase orders dated after the purchase.

Criteria: Police jury management is responsible for establishing internal control policies and procedures that provide reasonable assurance that assets are safeguarded against loss resulting from transactions that are not executed in accordance with management's authorization.

Cause: Fire district personnel failed to obtain purchase orders prior to making purchases.

Effect: Failure to adhere to internal controls over cash disbursements could result in a loss of assets from transactions that are not in accordance with management's authorization.

Context: We examined invoices and purchase orders for various purchases made by fire districts.

Recommendation: The police jury should implement policies and procedures requiring that purchase orders are obtained prior to making purchases.

Views of responsible official and planned corrective actions: Police jury management agrees with the finding and will work to implement procedures as recommended. Contact: Donald Woods, President.

Material Weakness

There were no material weaknesses in internal control or instances of material noncompliance noted during the audit.

FINDINGS AND QUESTIONED COSTS-MAJOR FEDERAL AWARD PROGRAMS AUDIT

There were no significant deficiencies in internal control over major federal award programs or instances of material noncompliance noted during the audit.

JEFFERSON DAVIS PARISH POLICE JURY
JENNINGS, LOUISIANA

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2011

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken (Yes, No, Partially)	Planned Corrective Action/Partial Corrective Action Taken
2009-01	2009	Louisiana R.S. 39:1212 states that all funds should be deposited daily when practicable. During our audit, we noted that \$7,742 of permit fees were not deposited in a timely manner.	No	The police jury will implement a policy to ensure that all permit fees are deposited in a timely manner to comply with requirements of Louisiana R.S. 39:1212.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Corrective Action Plan for Current Year Audit Findings
For the Year Ended December 31, 2011

Ref. No.	Description of Finding	Corrective Action Planned	Name(s) of Contact Person	Anticipated Completion Date
2009-01 (Repeated)	Louisiana R.S. 39:1212 states that all funds should be deposited daily when practicable. During our audit, we noted that \$14,832 of receipts were not deposited in a timely manner.	The police jury will implement a policy to ensure that all receipts are deposited in a timely manner to comply with requirements of Louisiana R.S. 39:1212.	Donald Woods	Immediately
2011-01	During a review of cash disbursements, we noted that several purchases made by fire districts contained purchase orders dated after the purchase.	The police jury will implement a policy requiring that purchase orders are obtained prior to making a purchase.	Donald Woods	Immediately