

**Webster Parish Police Jury
Minden, Louisiana**

**Basic Financial Statements
And Independent Auditors' Report
As of and for the Year Ended December 31, 2010**

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

Release Date 7/20/11

Webster Parish Police Jury

TABLE OF CONTENTS

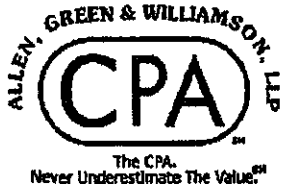
	<u>Statement</u>	<u>Page</u>
INDEPENDENT AUDITORS' REPORT		1-2
REQUIRED SUPPLEMENTAL INFORMATION		
Management's Discussion and Analysis (MD&A)		4-11
BASIC FINANCIAL STATEMENTS		
Government-wide Financial Statements (GWFS)		12
Statement of Net Assets	A	13
Statement of Activities	B	14
Fund Financial Statements (FFS)		15
Governmental Funds		
Balance Sheet	C	16-17
Reconciliation of the Governmental Funds		
Balance Sheet to the Statement of Net Assets	D	19
Statement of Revenues, Expenditures, and Changes in Fund Balances	E	20-23
Reconciliation of the Governmental Funds		
Statement of Revenues, Expenditures, and Changes in Fund Balances/Deficits to the Statement of Activities	F	24
Fiduciary Funds		
Statement of Fiduciary Assets and Liabilities	G	25
Component Units		
Combining Statement of Net Assets	H	26
Combining Statement of Activities	I	27
Notes to the Basic Financial Statements		
Index		28
Notes		29-50
REQUIRED SUPPLEMENTAL INFORMATION		51
Schedule of Funding Progress for Other Post Employment Benefits		52
Budgetary Comparison Schedules:		
General Fund	1-1	53
Sales Tax 1-2		54
Library 1-3		55
Notes to the Budgetary Comparison Schedules		56-57

(Continued)

Webster Parish Police Jury

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
SUPPLEMENTAL INFORMATION		58
COMBINING NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE		59
Combining Balance Sheets - By Fund Type	2	60
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - By Fund Type	3	61
SPECIAL REVENUE FUNDS		63
NON-MAJOR SPECIAL REVENUE FUNDS		
Combining Balance Sheet	4	64-65
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	5	66-67
GENERAL		
Schedule of Compensation Paid Police Jurors	6	68
Financial Data Schedule		69-73
OTHER REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS AND OMB CIRCULAR A-133		
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance with <u>Government Auditing Standards</u>		74-75
Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with <u>OMB Circular A-133</u>		76-77
Schedule of Expenditures of Federal Awards		78-79
Notes to the Schedule of Expenditures of Federal Awards		80
Schedule of Findings and Questioned Costs		81-84
OTHER INFORMATION		85
Schedule of Prior Audit Findings and Questioned Costs		86-88
Corrective Action Plan for Current Year Audit Findings and Questioned Costs		89-90
Status of Prior Year Management Letter Item		91
		(Concluded)



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

www.allengreencpa.com

Tim Green, CPA
Margie Williamson, CPA
Amy Tynes, CPA

Aimee Buchanan, CPA
Rachel Davis, CPA
Jaime Esswein, CPA
Diane Ferschoff, CPA
Joshua Legg, CPA
Brian McBride, CPA
Jauicia Mercer, CPA
Cindy Thomason, CPA

Ernest L. Allen, CPA
(Retired) 1963 - 2000

Independent Auditors' Report

Police Jurors
Webster Parish Police Jury
Minden, Louisiana

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units of the Community Services and E-911, each major fund, and the aggregate remaining fund information of the Webster Parish Police Jury as of and for the year ended December 31, 2010, which collectively comprise the basic financial statements of the Police Jury's primary government as listed in the table of contents. These financial statements are the responsibility of the 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Police Jury's internal controls over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 of all of the Police Jury's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for all component units to be reported with the financial data of the Police Jury's primary government unless the Police Jury also issues financial statements for the financial reporting entity that include the financial data for its component units. The Police Jury has not issued such reporting entity financial statements.

In our opinion, because of the omission of some of the discretely presented component units, as discussed above, the financial statements referred to above do not present 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 Police Jury as of December 31, 2010, or the changes in financial position thereof for the year then ended. The effect of the omission of some of the discretely presented component units on the financial statements of the aggregate discretely presented component units is not reasonably determinable.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units of the Community Services and E-911, each major fund, and the aggregate remaining fund information of the Police Jury as of December 31, 2010 and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated June 28, 2011, on our consideration of the Police Jury's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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.

The Management's Discussion and Analysis, Schedule of Funding Progress, and the Budgetary Comparison Schedules as listed in the table of contents, respectively, are not a required part of the primary government's basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Police Jury's basic financial statements of the primary government. The accompanying supplemental information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the primary government's basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the primary government's basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the primary government's basic financial statements taken as a whole.

Also, the accompanying other information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the primary government of the Police Jury. Such information has not been subjected to the audit procedures applied in the audit of the primary government's basic financial statements and, accordingly, we express no opinion on it.

Allen, Green + Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana

June 28, 2011

**Webster Parish Police Jury
Minden, Louisiana**

REQUIRED SUPPLEMENTAL INFORMATION

**Management's Discussion
And Analysis (MD&A)**

**Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010**

Our discussion and analysis of Webster Parish Police Jury's financial performance provides an overview of the Police Jury's financial activities for the year ended December 31, 2010.

FINANCIAL HIGHLIGHTS Our financial statements provide these insights into the results of this year's operations:

- The assets of the Police Jury exceeded its liabilities at the close of 2010 by \$19,639,205. Of this amount, \$1,518,206 (unrestricted net assets) maybe used to meet the ongoing obligations to citizens and creditors in accordance with the Police Jury's fund designation and fiscal policies.
- The Police Jury's net assets increased by \$356,186, or 1.8% compared to 2009.
- The Police Jury's total general and program revenues were \$13,065,918 in 2010 which is an increase of \$26,505 from 2009. The tax revenue sources were rather stable with sales tax and ad valorem tax having a steady increase. This could be attributed to the Haynesville Shale operations that have filtered over into the fringes of our parish.
- During the year ended December 31, 2010, the Police Jury had total expenses of \$12,709,732; which includes depreciation expense. Expenses for 2009 totaled \$11,854,517. Expenses increased in 2010 by \$855,215. The major reasons for the increases in expenses were the continued increase in the Police Jury's portion of the cost of group insurance, and the increase in the employer portion of retirement. Salaries and benefits have also increased over last year. There were upgrades to the computer and electronic data and purchases of other equipment needed at the Police Jury Office, Library and other agencies.

USING THIS ANNUAL REPORT The Police Jury's annual report consist of a series of financial statements that show information for the Police Jury as a whole, and its funds. The Statement of Net Assets and the Statement of Activities provide information about the activities of the Police Jury as a whole and present a longer-term view of the Police Jury's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the Police Jury's overall financial health. Fund financial statements also report the Police Jury's operations in more detail than the government-wide financial statements by providing information about the Police Jury's most significant funds - General Fund, Sales Tax Fund, and Library Fund.

**Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010**

Required Supplemental Information

Management's Discussion & Analysis (MD&A)

Basic Financial Statements

**Government-wide
Financial Statements**



**Fund
Financial Statements**

Notes to the Basic Financial Statements

Required Supplemental Information

Budgetary Information for Major Funds

Supplemental Information

Nonmajor Funds Combining Statements

Financial Data Schedule

Schedule of Compensation Paid Police Jurors

Single Audit Information and Other Information

**Other Reports Required By Government Auditing Standards and By
Office of Management and Budget (OMB) Circular A-133**

Other Information

**Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010**

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

Reporting the Police Jury as a Whole

The Statement of Net Assets and the Statement of Activities Our analysis of the Police Jury as a whole begins on page 13. One of the most important questions asked about the Police Jury is, "Is the Police Jury as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities, which appear first in the Police Jury's financial statements, report information on the Police Jury as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

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

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

Governmental activities - All of the Police Jury's services are reported here, including public works and health and welfare services. Property taxes, sales taxes, and state and federal grants finance most of these activities.

Reporting the Police Jury's Most Significant Funds

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

Governmental funds - All of the Police Jury's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Police Jury's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that

**Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010**

can be spent in the near future to finance the Police Jury's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation on Statements D and F.

THE POLICE JURY AS A WHOLE The Police Jury's net assets were \$19,639,205 at December 31, 2010. Of this amount, \$1,518,206 was unrestricted. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the Police Jury's ability to use those net assets for day-to-day operations. Our analysis below of the primary government focuses on the net assets (Table 1) and change in net assets (Table 2) of the Police Jury's governmental activities.

**Table 1
Net Assets
December 31, 2010**

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
Current and other assets	\$ 11,773,942	\$ 11,468,297
Capital assets	11,333,505	11,410,354
Total assets	<u>23,107,447</u>	<u>22,878,651</u>
Current and other liabilities	1,022,140	868,293
Long-term liabilities	2,446,102	2,727,339
Total liabilities	<u>3,468,242</u>	<u>3,595,632</u>
Net assets:		
Invested in capital assets, net of debt	9,372,461	9,004,861
Restricted	8,748,538	6,641,251
Unrestricted	1,518,206	3,636,907
Total net assets	<u>\$ 19,639,205</u>	<u>\$ 19,283,019</u>

The \$1,518,206 in unrestricted net assets of governmental activities represents the accumulated results of all past years' operations. It means that if we had to pay off all of our bills today including all of our noncapital liabilities (compensated absences for example) we would have \$1,518,206 left.

Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010

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

Table 2
Changes in Net Assets
Year Ended December 31, 2010

	2010	2009	Increase (Decrease) From 2009
Revenues:			
Program revenues:			
Charges for services	\$ 452,119	\$ 504,103	\$ (51,984)
Operating grants & contributions	179,013	-	179,013
Capital grants & contributions	137,959	554,412	(416,453)
General Revenues:			
Ad valorem taxes	5,120,139	4,739,628	380,511
Sales taxes	3,215,231	3,069,933	145,298
Other taxes	1,350,818	1,288,830	61,988
Fees, charges, & commissions	130,829	158,495	(27,666)
Licenses & permits	341,250	387,115	(45,865)
Investment earnings	198,582	160,631	37,951
Gain (loss) on disposal of assets	(6,069)	(6,012)	(57)
Miscellaneous revenue	1,946,047	2,182,278	(236,231)
Total revenues	13,065,918	13,039,413	26,505
Functions/Program Expenses:			
General government	3,485,745	3,495,211	(9,466)
Public safety	2,551,043	2,460,698	90,345
Public works	3,301,673	2,928,305	373,368
Health & welfare	762,766	676,761	86,005
Culture & recreation	2,454,344	2,175,828	278,516
Economic development	66,391	21,723	44,668
Interest on long-term debt	87,770	95,991	(8,221)
Total	12,709,732	11,854,517	855,215
Increase (decrease) in net assets	\$ 356,186	\$ 1,184,896	\$ (828,710)

Governmental Activities As reported in the Statement of Activities, the cost of all of our governmental activities this year was \$12,709,732. However, the amount that our taxpayers ultimately financed for these activities through Police Jury taxes was only \$11,940,641 because some of the cost was paid by those who benefited from the programs \$452,119 or by other governments and organizations who subsidized certain programs with grants and contributions \$316,972.

Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010

In the table below, we have presented the cost of each of the Police Jury's six largest functions - Public Works, Public Safety, Culture and recreation, Judicial, Finance and administrative, and Health and welfare, as well as each program's net cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the Police Jury's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

**Year Ended December 31,
Governmental Activities**

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
	<u>2010</u>	<u>2010</u>	<u>2009</u>	<u>2009</u>
Public Works	\$ 3,301,673	\$ 3,163,714	\$ 2,928,305	\$ 2,928,305
Public Safety	2,551,043	2,404,794	2,460,698	1,906,286
Culture & recreation	2,454,344	2,429,758	2,175,828	2,150,926
Judicial	1,708,055	1,280,522	1,822,974	1,343,773
Finance & administrative	1,106,643	1,106,643	1,054,823	1,054,823
Health & welfare	762,766	762,766	676,761	676,761
All others	825,208	792,444	735,128	735,128
Totals	<u>\$12,709,732</u>	<u>\$11,940,641</u>	<u>\$11,854,517</u>	<u>\$10,796,002</u>

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

As the Police Jury completed this year, our governmental funds reported a combined fund balance of \$10,780,584 which is an increase of \$148,948 from last year. The primary reasons for these increases are:

Our general fund is our principal operating fund. The fund balance in the general fund increased \$41,661 to \$4,032,046. This increase is due mainly to an increase in ad valorem tax and severance tax during 2010.

The Sales Tax fund accounts for funds used for the purpose of blacktopping and sealing parish roads. This fund showed a decrease of \$281,367 to \$476,276. The decrease was due mainly to an increase cost for public works in maintaining parish roads during 2010 of \$193,089 over 2009 costs.

The Library fund accounts for funds used for maintenance and operation of the parish library. This fund showed an increase of \$314,491 to \$3,093,329. The increase is due mainly to an increase in ad valorem tax for 2010 of \$202,184.

**Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010**

The Other Governmental funds are comprised of the debt service fund, capital fund, and special revenue funds (Solid Waste, Parish Road, Road District A, Road District B, 2.5 Mill Tax, Special Library, DA Asset Forfeiture, Criminal Court, and Court Reporter). The combined funds showed an increase of \$74,163 to \$3,178,933. The increase was due to an increase in ad valorem tax, conservative spending practices as well as a reduction in debt service.

Fund Budgetary Highlights Over the course of the year, the Police Jury revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. (A schedule showing the Police Jury's original and final budget amounts compared with amounts actually paid and received is provided later in this report).

GENERAL FUND There were quarterly revisions made to the 2010 general fund original budget. Budgeted revenues were decreased approximately \$624,000 due to the creation of Fund 005 FEMA H/S OEP. The creation of this fund took all federal grants funding out of the General Fund. Fund 005 is included in General Fund for reporting purposes along with Fund 003. There was also a large decrease in the amount of Federal Transportation funding that the Office of Community Services received in 2011.

Budgeted expenditures were decreased \$624,000 due mainly to the creation of Fund 005 FEMA H/S OEP. Fund 005 is included with General Fund for reporting purposes along with Fund 003. The creation of this fund took all federal grant expenditures out of the General Fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets At December 31, 2010, the Police Jury had \$11,333,505 invested in a broad range of capital assets, including land, buildings, furniture and equipment and infrastructure assets such as roads and bridges. This amount represents a net decrease (including additions, deductions, and depreciation) of \$76,849, or less than 1%, from last year. The major additions for 2010 were a sewer project funded by a federal grant for \$137,959 and additions for the Library which included renovations to the Cotton Valley Branch of \$64,650 and the purchase of books, audio books and video totaling \$321,728.

Capital Assets at Year-end

	Governmental Activities	
	2010	2009
Land	\$ 1,212,782	\$ 1,212,782
Buildings and improvements	12,334,903	12,334,903
Infrastructure	1,211,027	956,779
Equipment, furnishings and vehicles	5,358,373	5,251,348
Library books and information materials	1,067,052	957,186
Total net assets	21,184,137	20,712,998
Less: accumulated depreciation	(9,850,632)	(9,302,644)
Net capital assets	<u>\$ 11,333,505</u>	<u>\$ 11,410,354</u>

For further information on capital assets, see Note 6 of the Notes to the Basic Financial Statements.

**Webster Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2010**

Outstanding Debt, at Year-end

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
General obligation bonds (backed by the Police Jury)	\$ 835,000	\$1,025,000
Limited tax bonds (backed by the Police Jury)	<u>1,102,000</u>	<u>1,292,000</u>
Total bonds	<u>\$1,937,000</u>	<u>\$2,317,000</u>

Other obligations include accrued vacation pay, capital leases and other post-employment benefits. We present more detailed information about our long-term liabilities in Note 9 of Notes to the Basic Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES Our elected and appointed officials and citizens consider many factors when setting the Police Jury's 2011 year budget and tax rates. One of the most important factors affecting the budget is our ad valorem and sales tax collections. We have budgeted very little change in ad valorem and sales tax collections from 2010 to 2011. Approximately 63% of total revenue is from ad valorem and sales taxes.

CONTACTING THE POLICE JURY'S FINANCIAL MANAGEMENT Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the Police Jury's finances and to show the Police Jury's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Ronda Carnahan, Secretary-Treasurer, at the Webster Parish Police Jury, P. O. Box 389, Minden, Louisiana, 71058-0389, telephone number 318-377-7564.

Webster Parish Police Jury

BASIC FINANCIAL STATEMENTS

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

WEBSTER PARISH POLICE JURY

STATEMENT OF NET ASSETS

December 31, 2010

Statement A

	<u>PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES</u>	<u>COMPONENT UNIT</u>
ASSETS		
Cash and cash equivalents	\$ 3,784,325	\$ 975,883
Investments	364,874	426,687
Receivables (net of allowances)	5,238,908	367,033
Due from other governments	140,766	0
Prepaid items	245,069	83,257
Inventory	0	11,467
Restricted investments - landfill	2,000,000	0
Capital assets not being depreciated	1,212,782	0
Capital assets, net of accumulated depreciation	10,120,723	1,413,717
TOTAL ASSETS	23,107,447	3,278,044
LIABILITIES		
Accounts payable vendors	283,816	162,817
Accrued payroll liabilities	188,439	0
Escrow payable	0	12,646
Interest payable	28,782	0
Unearned revenue	359,728	0
Due to other governments	181,375	0
Long-term liabilities		
Due within one year	538,839	36,131
Due in more than one year	1,907,263	29,357
TOTAL LIABILITIES	3,468,242	240,951
NET ASSETS		
Invested in capital assets, net of related debt	9,372,461	1,413,717
Restricted for:		
Landfill	2,000,000	0
Debt service	376,978	0
Solid waste collection, road and jail	476,276	0
Library	3,253,299	0
Solid waste	31,417	0
Road	1,585,781	0
Courthouse	1,007,523	0
DA asset forfeiture	1,111	0
Criminal court	11,960	0
Court reporter	4,193	0
HAP	0	60,353
Unrestricted	1,518,206	1,563,023
TOTAL NET ASSETS	\$ 19,639,205	\$ 3,037,093

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

WEBSTER PARISH POLICE JURY

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2010

	PRIMARY GOVERNMENTAL ACTIVITIES					Statement B
	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS	COMPONENT UNIT NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS
	EXPENSES	OPERATING CHARGES FOR SERVICES	GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS		
FUNCTIONS/PROGRAMS						
<i>Primary Government: Governmental Activities:</i>						
General government:						
Legislative	\$ 232,867				\$ (232,867)	\$ 0
Judicial	1,708,055	\$ 427,533			(1,280,522)	0
Elections	32,012				(32,012)	0
Finance and administrative	1,106,643				(1,106,643)	0
Other general government	406,168		\$ 32,764		(373,404)	0
Public safety	2,551,043		146,249		(2,404,794)	0
Public works	3,301,673			\$ 137,959	(3,163,714)	0
Health and welfare	762,766				(762,766)	0
Culture and recreation	2,454,344	24,586			(2,429,758)	0
Economic development and assis	66,391				(66,391)	0
Interest on long-term debt	87,770				(87,770)	0
Total Governmental Activities	12,709,732	452,119	179,013	137,959	(11,940,641)	0
<i>Component units:</i>						
Community services	5,307,947	61,032	5,323,014			76,099
E-911	379,013	422,588	0	0		43,575
Total Component Units	5,686,960	483,620	5,323,014	0		119,674
General revenues:						
Taxes:						
Property taxes, levied for general purposes					\$ 4,891,384	\$ 0
Property taxes, levied for debt service					228,755	0
Sales taxes, levied for general purposes					3,215,231	0
State revenue sharing					261,732	0
Severance tax					1,089,086	0
Fees, charges and commissions					130,829	0
Licenses and permits					341,250	0
Interest and investment earnings					198,582	936
Miscellaneous					1,939,978	46,183
Total general revenues					12,296,827	47,119
Changes in net assets					356,186	166,793
Net assets - beginning					19,283,019	2,870,300
Net assets - ending					\$ 19,639,205	\$ 3,037,093

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BASIC FINANCIAL STATEMENTS

Fund Financial Statements (FFS)

WEBSTER PARISH POLICE JURY

GOVERNMENTAL FUNDS

Balance Sheet

December 31, 2010

	<u>GENERAL</u>	<u>SALES TAX</u>	<u>LIBRARY</u>
ASSETS			
Cash and cash equivalents	\$ 1,105,288	\$ 146,878	\$ 859,244
Investments	264,309	0	0
Receivables (net of allowances)	887,424	383,271	2,508,177
Prepaid items	230,320	0	14,749
Restricted investments - landfill	<u>2,000,000</u>	<u>0</u>	<u>0</u>
TOTAL ASSETS	<u><u>4,487,339</u></u>	<u><u>530,149</u></u>	<u><u>3,382,170</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable vendors	65,710	47,899	81,299
Accrued payroll liabilities	27,980	5,974	97,722
Unearned revenue	180,228	0	109,820
Due to other governments	<u>181,375</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u><u>455,293</u></u>	<u><u>53,873</u></u>	<u><u>288,841</u></u>
Fund Balances:			
Reserved for:			
Landfill	2,000,000	0	0
Debt Service	0	0	0
Unreserved, reported in:			
General	2,032,046	0	0
Special Revenue	0	476,276	3,093,329
Capital Projects	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u><u>4,032,046</u></u>	<u><u>476,276</u></u>	<u><u>3,093,329</u></u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 4,487,339</u></u>	<u><u>\$ 530,149</u></u>	<u><u>\$ 3,382,170</u></u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Statement C

OTHER GOVERNMENTAL	TOTAL
\$ 1,672,917	\$ 3,784,325
100,565	364,874
1,800,802	5,379,674
0	245,069
0	2,000,000
<u>3,374,284</u>	<u>11,773,942</u>
68,908	263,816
58,763	188,439
69,680	359,728
0	181,375
<u>195,351</u>	<u>893,358</u>
0	2,000,000
376,978	376,978
0	2,032,046
2,801,955	6,371,560
0	0
<u>3,178,933</u>	<u>10,780,584</u>
<u>\$ 3,374,284</u>	<u>\$ 11,773,942</u>

Webster Parish Police Jury



WEBSTER PARISH POLICE JURY

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
December 31, 2010**

Statement D

Total fund balances - governmental funds \$ 10,780,584

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

Costs of capital assets	21,184,137	
Depreciation expense to date	<u>(9,850,632)</u>	11,333,505

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

Balances at December 31, 2010 are:

Long-term liabilities

Accrued interest payable	(28,782)	
Compensated absences payable	(201,609)	
Bonds, notes and loans payable	(1,937,000)	
OPEB liability	(283,449)	
Capital lease obligation	<u>(24,044)</u>	
		<u>(2,474,884)</u>

Net Assets \$ 19,639,205

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

WEBSTER PARISH POLICE JURY

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and Changes
in Fund Balances
For the Year Ended December 31, 2010

	<u>GENERAL</u>	<u>SALES TAX</u>	<u>LIBRARY</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 784,524	\$ 0	\$ 2,742,512
Sales and use	0	3,215,231	0
Licenses and permits	341,250	0	0
Intergovernmental revenues:			
Federal grants	179,013	0	0
State funds:			
Parish transportation funds	0	0	0
State Revenue Sharing	69,078	0	72,036
Severance taxes	1,089,086	0	0
Other	612,513	0	13,656
Fees, charges, and commissions for services	2,400	0	0
Fines and forfeitures	0	0	24,586
Use of money and property	75,219	1,199	9,388
Other revenues	447,310	234,907	17,261
Total Revenues	3,600,393	3,451,337	2,879,439
EXPENDITURES			
Current:			
General government:			
Legislative	222,691	0	0
Judicial	564,339	0	0
Elections	31,093	0	0
Finance and administrative	991,073	0	0
Other general government	359,081	0	0
Public safety	593,868	1,879,805	0
Public works	0	1,730,776	0
Health and welfare	186,420	0	0
Culture and recreation	80,215	0	1,984,106
Economic development and assistance	66,391	0	0
Debt service:			
Principal retirement	0	0	190,000
Interest and bank charges	0	0	56,193
Capital outlay	23,561	122,123	334,649
Total Expenditures	3,118,732	3,732,704	2,564,948
EXCESS (Deficiency) OF REVENUES			
OVER EXPENDITURES	\$ 481,661	\$ (281,367)	\$ 314,491

Statement E

<u>OTHER</u>		<u>TOTAL</u>
<u>GOVERNMENTAL</u>		

\$ 1,593,103	\$ 5,120,139
0	3,215,231
0	341,250
137,959	316,972
476,269	476,269
120,618	261,732
0	1,089,086
0	626,169
128,429	130,829
427,533	452,119
112,776	198,582
144,131	843,609
<u>3,140,818</u>	<u>13,071,987</u>

0	222,691
1,108,159	1,670,498
0	31,093
0	991,073
40,801	399,882
0	2,473,673
1,328,916	3,059,692
535,771	722,191
0	2,064,321
0	66,391
190,000	380,000
34,427	90,620
<u>270,581</u>	<u>750,914</u>
<u>3,506,655</u>	<u>12,923,039</u>

\$ (365,837)	\$ 148,948
	(CONTINUED)

WEBSTER PARISH POLICE JURY

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and Changes
in Fund Balances
For the Year Ended December 31, 2010

	<u>GENERAL</u>	<u>SALES TAX</u>	<u>LIBRARY</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ 0	\$ 0	\$ 0
Transfers out	<u>(440,000)</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(440,000)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	41,661	(281,367)	314,491
FUND BALANCES - BEGINNING	<u>3,990,385</u>	<u>757,643</u>	<u>2,778,838</u>
FUND BALANCES - ENDING	<u>\$ 4,032,046</u>	<u>\$ 476,276</u>	<u>\$ 3,093,329</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Statement E

<u>OTHER</u>		<u>TOTAL</u>
<u>GOVERNMENTAL</u>		
\$ 440,000	\$ 440,000	
0	(440,000)	
<u>440,000</u>		<u>0</u>
74,163	148,948	
<u>3,104,770</u>	<u>10,631,636</u>	
<u>\$ 3,178,933</u>	<u>\$ 10,780,584</u>	

(CONCLUDED)

WEBSTER PARISH POLICE JURY

**Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances/Deficits
to the Statement of Activities
For the Year Ended December 31, 2010**

		Statement F
Total net change in fund balances - governmental funds		\$ 148,948
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the period:		
Capital outlay	750,914	
Depreciation expense	<u>(821,694)</u>	(70,780)
Loss on sale of asset		(6,069)
In the Statement of Activities, certain operating expenses-compensated absences (vacations) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation earned \$131,666 exceeded vacation used \$116,795 by \$14,871.		
		(14,871)
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		
		2,850
Repayment of bond principal and capital lease payments are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.		
Bond principal	380,000	
OPEB liability	(148,341)	
Capital leases	<u>64,449</u>	<u>296,108</u>
Change in net assets of governmental activities.		\$ <u>356,186</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

WEBSTER PARISH POLICE JURY

FIDUCIARY FUND - AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
December 31, 2010

Statement G

	DRUG SEIZURE AND FORFEITURE	MASTER BANK	TOTAL
ASSETS			
Cash	\$ 85,245	\$ 108,222	\$ 193,467
Total assets	<u>85,245</u>	<u>108,222</u>	<u>193,467</u>
LIABILITIES			
Payroll withholdings	0	108,222	108,222
Amounts pending per court order	<u>85,245</u>	<u>0</u>	<u>85,245</u>
Total liabilities	<u>\$ 85,245</u>	<u>\$ 108,222</u>	<u>\$ 193,467</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

WEBSTER PARISH POLICE JURY

**COMPONENT UNITS
Combining Statement of Net Assets
December 31, 2010**

Statement H

	COMMUNITY SERVICES	E-911	TOTAL
ASSETS			
Cash and cash equivalents	\$ 417,665	\$ 558,218	\$ 975,883
Investments	172,007	254,680	426,687
Receivables (net of allowances)	286,794	80,239	367,033
Inventory	11,467	0	11,467
Prepaid items	62,601	20,656	83,257
Capital assets (net)	1,119,430	294,287	1,413,717
TOTAL ASSETS	2,069,964	1,208,080	3,278,044
LIABILITIES			
Accounts payable vendors	143,898	18,919	162,817
Accrued payroll liabilities	0	0	0
Escrow payable	12,646	0	12,646
Unearned revenue	0	0	0
Long-term liabilities:			
Compensated absences - due within one year	36,131	0	36,131
Compensated absences - due in more than one year	29,357	0	29,357
TOTAL LIABILITIES	222,032	18,919	240,951
NET ASSETS			
Invested in capital assets, net of related debt	1,119,430	294,287	1,413,717
Restricted for HAP	60,353	0	60,353
Unrestricted	668,149	894,874	1,563,023
TOTAL NET ASSETS	\$ 1,847,932	\$ 1,189,161	\$ 3,037,093

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

WEBSTER PARISH POLICE JURY

COMPONENT UNITS
Combining Statement of Activities
For the Year Ended December 31, 2010

Statement I

	PROGRAM REVENUES			NET (EXPENSES)/REVENUE		REVENUES AND CHANGES IN NET ASSETS
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	COMMUNITY SERVICES	E-911	
Community Services						
Health and welfare	\$ 5,307,947	\$ 61,032	\$ 5,323,014	\$ 76,099	\$ 0	\$ 76,099
E-911						
Public safety	379,013	422,588	0	0	43,575	43,575
Total Component Units	5,686,960	483,620	5,323,014	76,099	43,575	119,674
General revenues:						
Investment earnings				497	439	936
Other general revenues				46,183	0	46,183
Total general revenues				46,680	439	47,119
Changes in net assets				122,779	44,014	166,793
Net assets - beginning				1,725,153	1,145,147	2,870,300
Net assets - ending				\$ 1,847,932	\$ 1,189,161	\$ 3,037,093

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Webster Parish Police Jury

INDEX

	<u>Page</u>
NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	29
A. REPORTING ENTITY	29
B. FUNDS.....	31
Governmental funds	31
C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING	32
<u>Government-Wide Financial Statements (GWFS)</u>	32
<u>Fund Financial Statements (FFS)</u>	32
Revenues	32
Expenditures	33
Other Financing Sources (Uses).....	33
D. ENCUMBRANCES.....	33
E. CASH AND CASH EQUIVALENTS	33
F. INVESTMENTS.....	33
G. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES (FFS).....	34
H. ELIMINATION AND RECLASSIFICATIONS.....	34
I. INVENTORY AND PREPAID ITEMS.....	34
J. CAPITAL ASSETS.....	35
K. COMPENSATED ABSENCES.....	35
L. LIABILITIES	36
M. RESTRICTED NET ASSETS	36
N. RESERVED FUND BALANCES OF FUND FINANCIAL STATEMENTS	37
O. INTERFUND TRANSACTIONS.....	37
P. SALES TAXES.....	37
Q. DEFERRED REVENUE.....	37
R. USE OF ESTIMATES	37
S. LONG-TERM OBLIGATIONS.....	37
T. RISK MANAGEMENT	37
NOTE 2 - LEVIED TAXES	38
NOTE 3 - DEPOSITS.....	39
NOTE 4 - INVESTMENTS.....	40
NOTE 5 - RECEIVABLES	41
NOTE 6 - CAPITAL ASSETS	41
NOTE 7 - RETIREMENT SYSTEMS.....	43
NOTE 8- COMPENSATED ABSENCES	45
NOTE 9 - LONG-TERM LIABILITIES	45
NOTE 10 - CAPITAL LEASES AND OPERATING LEASES	47
NOTE 11 - CRIMINAL COURT FUND	47
NOTE 12 - INTERFUND TRANSFERS IN/OUT (FFS LEVEL ONLY).....	47
NOTE 13 - LITIGATION AND CLAIMS	48
NOTE 14 - RISK MANAGEMENT	48
NOTE 15 - LANDFILL CLOSURE & POST CLOSURE CARE COST	48
NOTE 16 - WIRELESS E911 SERVICE STATUS.....	48
NOTE 17 - POST EMPLOYMENT BENEFITS	48

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES The Webster Parish Police Jury (the Police Jury) is the governing authority for Webster Parish and is a political subdivision of the State of Louisiana. The Police Jury is governed by twelve jurors representing the various districts within the parish who are elected to serve four-year terms.

Louisiana Revised Statute 33:1236 gives the Police Jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of those are the powers to make regulations for their own government; to regulate the construction and maintenance of roads and bridges; to regulate the construction and maintenance of 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.

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

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

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

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

**Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010**

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>Method of Inclusion</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Webster Parish Library	Blended	December 31	1 and 3
Twenty-Sixth Judicial District Criminal Court	Blended	December 31	2 and 3
Sarepta Waterworks District		December 31	1 and 3
Doyline Waterworks District		December 31	1 and 3
Sibley Waterworks District		December 31	1 and 3
McIntyre Waterworks District		December 31	1 and 3
Ward I Industrial District		December 31	1 and 3
Ward II Industrial District		December 31	1 and 3
Webster Parish Recreation		December 31	1 and 3
South Webster Hospital District		December 31	1 and 3
Springhill Fire Protection District		December 31	1 and 3
Evergreen Fire Protection District		December 31	1 and 3
Sibley Fire Protection District		December 31	1 and 3
Doyline Fire Protection District		June 30	1 and 3
Dubberly Fire Protection District		February 28	1 and 3
Heflin Fire Protection District		December 31	1 and 3
Sarepta Fire Protection District		June 30	1 and 3
Cullen Fire Protection District		December 31	1 and 3
Dixie Inn Fire Protection District		June 30	1 and 3
Cotton Valley Fire Protection District		December 31	1 and 3
Shongaloo Fire Protection District		December 31	1 and 3
Minden Fire Protection District		December 31	1 and 3
Minden City Court (Ward I Court)		June 30	2 and 3
Springhill City Court (Ward II Court)		June 30	2 and 3
Webster Parish Office of Community Services (Community Action)	Discrete	Various	1 and 3
Webster Parish Communication District (E-911)	Discrete	December 31	1 and 3
Pine Country Education Center		December 31	1 and 3
Webster Parish Sewerage District #1		June 30	1 and 3

The Library, Twenty-Sixth Judicial Criminal Court, Webster Parish Office of Community Service and Webster Parish Communication District are included in the financial statements. The Police Jury has chosen not to include the other component units. Separate financial statements for each of these component units can be obtained by contacting the component unit.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

GASB Statement No. 14 establishes standards for defining and reporting for the financial reporting entity at all levels to all state and local governments. The Statement applies to the separately issued financial statement of governmental component units. However, a primary government's financial statements are not a substitute for the reporting entity's component unit financial statements. The Police Jury has chosen to issue financial statements of the oversight unit *only, except for the inclusion of the Webster Parish Library, the Twenty Sixth Judicial District Criminal Court which are blended in the primary government as special revenue funds, and the office of Community Services and Webster Parish Communication District which are discreetly presented as component units.*

Accordingly, the accompanying financial statements present the accounts and transactions of the Webster Parish Police Jury, oversight unit, and the previously motioned component units.

Financial statement of the individual component unites may be obtained from their respective administrative offices.

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

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

Governmental Funds

General fund - is the general operating fund of the Police Jury. It accounts for all activities except those required to be accounted for in other funds.

Sales Tax fund - accounts for proceeds and use of sales taxes.

Library fund - accounts for the activities performed for the public library.

Fiduciary Funds

Fiduciary Funds - are used to account for assets held on behalf of the outside parties, including other governments, or on behalf of other funds within the Police Jury.

Agency funds account for assets that the Police Jury holds on behalf of others as their agent. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurements of results of operations.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-Wide Financial Statements (GWFS) The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. The Statement of Net Assets and the Statement of Activities was prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions." Fiduciary funds are not included in the government-wide financial statements.

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

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

Fund Financial Statements (FFS)

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

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

Revenues Ad valorem taxes and the related state revenue sharing are recorded in the year they are assessed. Ad valorem taxes are assessed on a calendar-year basis and become due on the date November 15 of each year, and become delinquent on December 31. 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. The ad valorem tax receivable at December 31, 2010 was \$4,691,761.

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

Sales taxes are recognized when received by the Police Jury's collections agent, Webster Parish Sales Tax Agency.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

Interest income on investments is recorded when earned and the income is available.

Substantially all other revenues are recorded when they become available to the Police Jury.

Based on the above criteria, ad valorem taxes, sales taxes, federal and state grants, 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 general long-term obligations, which are recognized when due.

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

D. ENCUMBRANCES Outstanding encumbrances lapse at year-end. Authorization for the eventual expenditure will be included in the following year's budget appropriations. Encumbrance accounting is not employed in governmental funds.

Encumbrance accounting (e.g., purchase orders, contracts) is not recognized within the accounting records for budgetary control purposes.

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

F. INVESTMENTS Investments are limited by R.S. 33:2955 and the Police Jury's investment policy. If the original maturities of investments exceed 90 days they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

The investments are reflected at fair value except for the following which are required/permitted as per GASB Statement No. 31:

1. Investments in *nonparticipating* interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.
2. The Police Jury reported at amortized cost money market investments and *participating* interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less.

Short term investments are reported at amortized cost which approximates fair value. Long-term investments, those with original maturities greater than one (1) year, are valued at the last reported sales price at current exchange rates.

Definitions:

Interest-earning investment contract include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations.

The Police Jury and the Webster Parish Office of Community Services and Webster Parish Communication District (E-911), component units of the Police Jury, participate in the Louisiana Asset Management Pool, Inc., (LAMP) which is an external investment pool that is not SEC-registered. Because the LAMP is an arrangement sponsored by a type of governmental entity, it is exempt by statute from regulation by the SEC. LAMP is a 2a7-like investment pool.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33.2955.

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

LAMP, Inc. is subject to the regulatory oversight of the State Treasurer and the Board of Directors. LAMP is not registered with the SEC as an investment company.

An annual audit of LAMP is conducted by an independent certified public accountant. The Legislative Auditor of the State of Louisiana has full access to the records of the LAMP.

LAMP issues financial reports which can be obtained by writing: LAMP, Inc., 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130.

G. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES (FFS) During the course of operations, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as interfund receivables/payables on the balance sheet. Short-term interfund loans are also classified as interfund receivables/payables. Receivables and payables between the primary government and discretely presented component units are disclosed separately from interfund balances as due to/from component units.

H. ELIMINATION AND RECLASSIFICATIONS In the process of aggregating data for the statement of net assets and the statement of activities some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

I. INVENTORY AND PREPAID ITEMS Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. All inventory items are valued at cost using first-in, first-out method. Inventory is recorded using the consumption method.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

J. CAPITAL ASSETS Capital assets for the Police Jury purchased or acquired with an original cost of \$2,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at their estimated fair value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. *Straight line depreciation is used based on the following estimated useful lives:*

Buildings	20-40 years
Infrastructure	40 years
Furniture and equipment	5 - 10 years
Vehicles	5-15 years
Library books and related materials	5 years
Intangibles-software	5 years
Intangibles-other	5 years

GASB No. 34 requires the Police Jury to report and depreciate new infrastructure assets. Infrastructure assets include roads, bridges, traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Police Jury. The Police Jury does not and is not required to retroactively report infrastructure constructed before January 1, 2004. The Police Jury's policy is to capitalize infrastructure construction or improvements of \$100,000 or more. In 2010, the Police Jury implemented GASB 51, Accounting and Financial Reporting for Intangible Assets. In the past, the Police Jury has capitalized software, but not right of ways. There were no right of ways in 2010 requiring capitalization.

Capital Assets for the Community Services of Webster Parish and Webster Parish Communication District (E-911) (component units) purchased or acquired with an original cost of \$500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at their estimated fair value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of the asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Straight line depreciation is used based on the same estimated useful lives listed above for the Police Jury.

K. COMPENSATED ABSENCES All full-time employees of the Police Jury, Office of Community Services and criminal court earn annual leave at rates varying from 10 to 25 days per year, depending on length of service. Employees may accumulate up to a maximum of 90 days of annual leave. Employees hired after January 1, 2006 may carry forward 30 days. No more than 30 days of annual leave will be paid out due to termination, retirement, or death of the employee. All full-time permanent employees earn one sick day per month. Sick leave may be accumulated without limitation. Upon retirement, unused sick leave is used in the retirement benefit computation as earned service. Employees are not compensated for accumulated sick leave upon separation of service.

Full-time employees of the Webster Parish Library earn from two to 5 weeks of vacation leave, depending on their job classification. Part-time employees earn vacation leave each year in proportion to the number of hours worked per week on a regular basis. Vacation leave can be accrued up to a maximum of six work weeks. Upon resignation or retirement, employees receive payment for unused vacation leave. Sick leave with pay is allowed for all full time and part-time employees working on a regular basis in the amount of two work weeks per year. Sick leave can be accumulated up to a maximum of 12 work weeks. Sick leave lapses upon termination of employment.

The cost of leave privileges, computed in accordance with the previous codification, is recognized as current-year expenditure within the various funds when leave is actually taken or when employees are paid for accrued vacation leave upon retirement.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

Employees of the Community Services of Webster Parish (component unit) earn from 12 to 18 days of vacation and sick leave each year, depending on length of service. Upon termination, an employee is compensated for the current program year's unused annual leave time and up to 160 hours of previous years' annual leave.

The Police Jury's recognition and measurement criterion for compensated absences follows:

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

The employees' right to receive compensation is attributable to services already rendered.

It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

GASB Statement No. 16 provides that a liability for sick leave should be accrued using one of the following termination approaches:

An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals.

Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments.

L. LIABILITIES For government-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34 the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

For fund financial reporting, bond premiums and discounts, as well as issuance costs are recognized in the period the bonds are issued. Bond proceeds are reported as other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

M. RESTRICTED NET ASSETS For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

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

Imposed by law through constitutional provisions or enabling legislation. All of the Police Jury's restricted net assets are restricted by enabling legislation.

It is the Police Jury's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

N. RESERVED FUND BALANCES OF FUND FINANCIAL STATEMENTS Reserves represent those portions of fund balance that are not appropriable for expenditures or that are legally segregated for a specific purpose. Designated fund balances represent tentative management plans for future use of financial resources and are subject to change.

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

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

P. SALES TAXES The Police Jury has a one half of one percent sales and use tax, which was passed by the voters at a special election on May 5, 1984. The tax went into effect on June 1, 1984 and will remain in effect for an indefinite period. The tax is to be used for solid waste collection and disposal; constructing, maintaining, and improving public roads, streets, highways and bridges; and constructing and renovating jail and penal farm facilities.

Q. DEFERRED REVENUE Deferred revenues arise when assets are recognized before the revenue recognition criteria have been satisfied. On governmental fund financial statements, receivables that were not collected within the available period are recorded as deferred revenue.

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

S. LONG-TERM OBLIGATIONS In the government-wide financial statements, long-term debt and other long-term obligations are reported a liability in the applicable governmental activities in the statement of net assets. Bonds payable are reported net of the applicable bond premium or discount. Bond insurance cost are reported as deferred charges and amortized over the term of related debt. In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance cost, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the acute debt proceeds received, are reported as debt service expenditures.

T. RISK MANAGEMENT The Police Jury is exposed to various risks of losses related to torts, theft of, damage to, and destructions of assets; error and omissions; injuries to employees; and natural disasters. The Police Jury maintains insurance to cover such risk. In the past, the insurance has been sufficient to cover any settlements.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

NOTE 2 - LEVIED TAXES The Police Jury levies taxes on real and business personal property located within Webster Parish's boundaries. Property taxes are levied by the Police Jury on property values assessed by the Webster Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Webster Parish Sheriff's Office bills and collects property taxes for the Police Jury. Collections are remitted to the Police Jury monthly.

Property Tax Calendar

Millage rates adopted	October 5, 2010
Levy date	January 1, 2010
Tax bills mailed	On or about November 15, 2010
Due date	December 31, 2010
Collection dates	December 31, 2010 through April 2011
Penalty and interest accrues	January 1, 2011
Tax sale - 2010 property	May 18, 2011

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

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

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2008. Total assessed value was \$280,216,270 in calendar year 2010. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$52,209,019 of the assessed value in calendar year 2010.

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

The calendar year tax roll is prepared by the parish tax assessor in November of each year. The amount of property taxes to be collected occurs in December 2010 and January and February 2011. All property taxes are recorded in the general, special revenue, debt service, and capital projects funds. The Police Jury considers the lien date (January 1, 2010) as the date an enforceable legal claim occurs for 2010 property taxes. Property tax revenue is recognized in the period for which the taxes are levied (budgeted).

Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Historically, virtually all ad valorem taxes receivable were collected since they are secured by property. Therefore, there is no allowance for uncollectible taxes.

**Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010**

The following is a summary of authorized and levied (tax rate per \$1,000 assessed value) ad valorem taxes:

	<u>Authorized taxes</u>	<u>Levied taxes</u>
Parish-wide taxes:		
General maintenance	6.79	6.09
Library maintenance and operation	12.00	12.00
Courthouse, health unit, and agricultural extension service maintenance and operation	2.85	2.78
District taxes:		
Road District A construction and maintenance	2.65	2.65
Road District B construction and maintenance	3.95	3.92
Library Construction	1.90	1.00

NOTE 3 - DEPOSITS At December 31, 2010, the Police Jury had cash and cash equivalents (book balances) as follows:

Demand deposits (cash and cash equivalents per Statement A)	\$3,784,100
Time deposits (reported as investments per Statement A)	2,359,773
Demand deposits (cash and cash equivalents per Statement G – Agency funds)	193,467
Petty cash (cash and cash equivalents per Statement A)	<u>225</u>
Total	<u>\$6,337,565</u>

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

Custodial Credit Risk-Deposits At year-end the bank balance for the Police Jury was \$7,062,457. Of the bank balance, \$2,913,868 was covered by federal depository insurance or by collateral held by the Police Jury's agent in the Police Jury's name. The remaining balance, \$4,148,589 was collateralized with securities held by the pledging financial institution's trust department or agent but not in the Police Jury's name.

Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Police Jury that the fiscal agent has failed to pay deposited funds upon demand. The Police Jury's policy does not address custodial credit risk.

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

At December 31, 2010, the Community Services of Webster Parish (component unit) has demand deposits (book balances) totaling \$417,665. The bank balance of \$515,177 was secured by federal depository insurance or by collateral held by the fiscal agent but not in Community Service's name.

At December 31, 2010, the E-911 component unit has demand deposits (book balances) totaling \$558,218. The bank balance of \$561,164 was secured by federal depository insurance or by collateral held by their fiscal agent but not in E-911's name.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

NOTE 4 - INVESTMENTS Investments are categorized into these three categories of credit risk:

At year end, the Police Jury investment balances were as follows:

<u>Investment</u>	<u>Maturities</u>	<u>Credit Rating</u>	<u>Fair value Carrying Amount</u>	<u>% of Investments</u>
External investment pool - Lamp	Less than one year	AAAM	\$3,383	66%
Money market	Less than one year	N/A	<u>1,718</u>	34%
Total			<u>\$5,101</u>	

Investments held at December 31, 2010 consist of \$3,383 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

Interest Rate Risk. 2a7-like investment pools are excluded from this disclosure requirement, per paragraph 15 of the GASB 40 Statement.

Credit Risk. LAMP is rated AAAM by Standard and Poors.

Concentration of Credit Risk. Pooled investments are excluded from the 5 percent disclosure requirement.

Custodial Credit Risk-Investments. The money market fund is registered in the name of the Webster Parish Police Jury and is insured by the Securities Investor Corporations (SPIC) and is therefore not exposed to custodial credit risk.

LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.

At December 31, 2010, Community Services of Webster Parish (component unit) had investments of \$172,007 in the Louisiana Asset Management Pool and the E911 (component unit) had investments of \$254,680 in the Louisiana Asset Management Pool.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

NOTE 5 - RECEIVABLES The following is a summary of receivables at December 31, 2010:

Class of Receivables	General	Sales Tax	Library	Other Governmental	Community Services	E911	Total
Ad Valorem taxes	\$ 722,449	\$ -	\$ 2,508,177	\$ 1,461,135	\$ -	\$ -	\$ 4,691,761
Sales and use taxes	-	331,416	-	-	-	-	331,416
Intergovernmental	143,295	-	-	98,905	4,869	-	247,069
Grants	-	-	-	-	275,550	-	275,550
Fees, charges, and commissions for services	2,580	-	-	40,762	6,375	80,239	129,956
Other	19,100	51,855	-	-	-	-	70,955
Total	\$ 887,424	\$ 383,271	\$ 2,508,177	\$ 1,600,802	\$ 286,794	\$ 80,239	\$ 5,746,707

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

NOTE 6 - CAPITAL ASSETS The following schedule presents changes in capital assets for governmental activities:

	Balance at Beginning	Additions	Deletions	Balance at Ending
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 1,212,782	\$ -	\$ -	\$ 1,212,782
Construction in progress	-	137,959	137,959	-
Total	1,212,782	137,959	137,959	1,212,782
Capital assets, being depreciated				
Buildings and improvements	12,334,903	-	-	12,334,903
Infrastructure	956,779	254,248	-	1,211,027
Furniture, equipment & vehicles	5,251,348	174,939	67,914	5,358,373
Library books and information materials	957,186	321,727	211,861	1,067,052
Total	19,500,216	750,914	279,775	19,971,355
Less accumulated depreciation:				
Buildings and improvements	4,628,326	331,213	-	4,959,539
Infrastructure	78,602	25,615	-	104,217
Furniture, equipment & vehicles	4,096,672	270,544	67,914	4,299,302
Library books and information materials	499,044	194,322	205,792	487,574
Total accumulated depreciation	9,302,644	821,694	273,706	9,850,632
Total capital assets being depreciated	10,197,572	(70,780)	6,069	10,120,723
Governmental activities capital assets, net	\$ 11,410,354	\$ 67,179	\$ 144,028	\$ 11,333,505

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

Depreciation expense was charged to governmental activities as follows:

Judicial	\$ 4,930
Finance & administrative	66,557
Other general government	4,108
Public Safety	27,938
Public Works	351,685
Health & Welfare	37,798
Culture & Recreation	328,678
Total	<u>\$ 821,694</u>

The following schedule presents changes in capital assets for the Community Service:

	Balance at January 1, 2010	Additions	Deletions	Balance at December 31, 2010
<u>Governmental Activities</u>				
Capital assets, not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Construction in progress	-	-	-	-
Total	-	-	-	-
Capital assets, being depreciated:				
Buildings and improvements	797,774	129,930	-	927,704
Furniture, equipment and vehicles	1,652,734	45,288	-	1,698,022
Total	2,450,508	175,218	-	2,625,726
Less accumulated depreciation:				
Buildings and improvements	130,275	29,743	-	160,018
Furniture, equipment and vehicles	1,236,902	109,376	-	1,346,278
Total	1,367,177	139,119	-	1,506,296
Total capital assets, being depreciated, net	1,083,331	36,099	-	1,119,430
Component units, capital assets net	\$ 1,083,331	\$ 36,099	\$ -	\$ 1,119,430

Depreciation expense was charged to component unit as follows:

Health and welfare	<u>\$139,119</u>
--------------------	------------------

**Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010**

The following schedule presents changes in capital assets for E-911:

	Balance at January 1, 2010	Additions	Deletions	Balance at December 31, 2010
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 5,000	\$ -	\$ -	\$ 5,000
Construction in progress	-	-	-	-
Total	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Capital assets, being depreciated:				
Buildings and improvements	147,292	-	-	147,292
Furniture, equipment and vehicles	424,812	15,585	-	440,397
Total	<u>572,104</u>	<u>15,585</u>	<u>-</u>	<u>587,689</u>
Less accumulated depreciation:				
Buildings and improvements	66,286	4,112	-	70,398
Furniture, equipment and vehicles	190,973	37,031	-	228,004
Total	<u>257,259</u>	<u>41,143</u>	<u>-</u>	<u>298,402</u>
Total capital assets, being depreciated, net	<u>314,845</u>	<u>(25,558)</u>	<u>-</u>	<u>289,287</u>
Component units, capital assets net	<u>\$ 319,845</u>	<u>\$ (25,558)</u>	<u>\$ -</u>	<u>\$ 294,287</u>

Depreciation expense was charged to the component unit as follows:

Public Safety \$41,143

NOTE 7 - RETIREMENT SYSTEMS Substantially all employees of the Police Jury are members of Plan A of the Parochial Employees Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two district plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Police Jury are members of Plan A.

All permanent employees working at least twenty-eight 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, excepting coroners, justices of the peace and parish presidents, may not longer join the retirement system. Those elected officials enrolled as of January 1, 1997 will maintain memberships along as they hold office. Parish presidents have an option to join at any time within twelve months of taking the oath of office. Under Plan A, employees who retire at or after age 65 with a minimum of seven years of creditable service, at or after age 60 with at least ten years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to three percent of their final average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only before January 1, 1980, the benefit is equal to one percent of final average salary plus \$24 for each year of supplemental-plan-only service earned before January 1, 1980. 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 the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefits accrued to their date of termination. The System also provides death and disability benefits.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

Benefits are established or amended by state statute. The System issues an annual publicly available financial report that included financial statements and required supplementary information. That report may be obtained by writing to the Parochial Employees' Retirement System, P. O. Box 14619, Baton Rouge, Louisiana 70898-4619 or by calling (225) 928-1361.

Under Plan A, members are required by state statute to contribute 9.50 percent of their annual covered salary and the Police Jury is required to contribute at an actuarially determined rate. The current rate is 15.75 percent of annual covered payroll. Contributions to the system also include one-fourth of one percent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Police Jury and Component units 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 under Plan A for the years ending December 31, 2010, 2009, and 2008, were \$424,323, \$322,063, and \$337,517, respectively, equal to the required contribution for each year. The Police Jury contributed 100% of the actuarially required contributions for all three years.

The Webster Parish Office of Community Services established a profit sharing plan for its employees effective September 1, 1998. The profit sharing plan is a defined contribution plan established under Section 401(a) of the internal Revenue code and is administered by the Office of Community Services. The Office of Community Services reserves the right to terminate the plan or to amend it. Participants and beneficiaries in the profit sharing plan are entitled to certain rights and protections under the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions are made, in the discretion of the employer, annually to the plan. Contributions made are credited to the individual accounts of the employees who are participants in the plan for the year the contribution is made. The amounts credited to individual account are invested by the plan trustee, and any gain or loss from plan investments is credited to or charges against, in the individual account of each participant. After the participant terminated his service with the employer, the vested percentage of the account credited to the participants will be distributed to him or her.

All employees are eligible to participate in the profit sharing plan on the first day of employment. Vesting rules of employees under the plan are as follows:

Employees will be 100% vested under any of the following circumstances:

1. The retirement age is reached, which is the date of attainment of age 60.
2. Death occurs during employment.
3. Total and permanent disability occurs during employment.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

If termination of employment occurs for any reason other than retirement, death, or total and permanent disability, the percentage of vesting is determine as follows:

Year of Service	Percentage of Vesting
Less than 2	0%
2 but less than 3	20%
3 but less than 4	40%
4 but less than 5	60%
5 but less than 6	80%
6 or more	100%

Contributions by the Office of Community Services for the period ended December 31, 2010 were \$92,567.

NOTE 8 - COMPENSATED ABSENCES At December 31, 2010, employees of the Police Jury, library, and criminal court had accumulated and vested \$201,609 of employee leave benefits, of which \$2,882 were salary-related benefits. The employees of the Office of Community Services had accumulated and vested leave benefits of \$65,488 at year-end. The cost of current leave privileges, computed in accordance with GASB Codification Section C60, is recognized in the appropriate fund when leave is actually taken.

NOTE 9 - LONG-TERM LIABILITIES The following is a summary of the long-term liabilities transactions and balances for the year ended December 31:

	Beginning Balance	Additions	Deletions	Ending Balance	Amounts Due Within One year
Governmental Activities					
General obligation debt	\$ 2,317,000	\$ -	\$ 380,000	\$ 1,937,000	\$ 398,000
Compensated absences	186,738	131,666	116,795	201,609	116,795
Capital Leases	88,493	-	64,449	24,044	24,044
OPEB Liability	135,108	241,184	92,843	283,449	-
Total	<u>\$ 2,727,339</u>	<u>\$ 372,850</u>	<u>\$ 654,087</u>	<u>\$ 2,446,102</u>	<u>\$ 538,839</u>

The compensated absence liability will be liquidated by General Fund 17%, Sales Tax Fund 23%, and Library Fund 33% with the remaining 27% being liquated by various other funds.

**Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010**

Bonds payable at December 31, includes the following issues:

	<u>Amount</u>
General obligation refunding bonds:	
\$2,020,000 General Obligation Bonds, dated 5/5/03; due in annual principal installments of \$150,000 - \$220,000 through March 1, 2014; interest at 1.55% to 3.90%; secured by levy and collection of ad valorem taxes	\$ 835,000
Limited Tax bonds:	
\$1,791,000 Limited Tax Bonds, dated 7/21/06; due in annual principal installments of \$147,000-\$243,000 through March 1, 2015; interest at 0.100%-5.00%; secured by levy and collections of ad valorem taxes	<u>1,102,000</u>
Total bonds	<u><u>\$ 1,937,000</u></u>

The annual requirement to amortize long-term debt outstanding as of December 31, 2010, including interest payments, of \$2,145,308 are as follows:

<u>Year Ending December 31,</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2011	\$ 398,000	\$ 77,845	\$ 475,845
2012	414,000	60,328	474,328
2013	430,000	41,820	471,820
2014	452,000	22,240	474,240
2015	243,000	6,075	249,075
Total	<u><u>\$ 1,937,000</u></u>	<u><u>\$ 208,308</u></u>	<u><u>\$ 2,145,308</u></u>

At December 31, 2010, \$376,978 was available in Debt Service Fund to service the general obligation bonds.

In accordance with Louisiana Revised Statute 39:562, the Police Jury and its component units are legally restricted from incurring long-term bonded general obligation debt in excess of ten percent of the assessed value of taxable property in the parish or district. At December 31, the statutory limit is \$28,021,627 and net outstanding bonded general obligation debt totals \$458,022. The Police Jury is within limits required by statute.

In accordance with Louisiana Revised Statute 39:742.2, the principal and interest due on Limited Tax bonds in any year on the amount so borrowed for and on behalf of any political subdivision in anticipation of the revenues to be received from a special ad valorem tax shall not exceed seventy-five percent of the revenues estimated to be realized from the levy of such special tax in the year in which such bonds are issued. The principal and interest due from 2010 ad valorem taxes is \$246,193. The estimated revenue amount calculated at issuance of the bonds was \$1,627,000, of which seventy-five per cent allowed would be \$1,220,250. The Police Jury is within limits required by statute. Principal and interest payments for the Limited Tax bonds are made from ad valorem taxes collected for the Library Fund.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

Community Services Long Term Debt:	
Compensated Absences	
Beginning	\$ 136,243
Additions	11,591
Deletions	<u>82,346</u>
Ending Balance	<u>\$ 65,488</u>
Amount due within one year	<u><u>\$ 36,131</u></u>

NOTE 10 - CAPITAL AND OPERATING LEASES The Police Jury records items under capital leases as an asset and an obligation in the accompanying financial statements. At December 31, the Police Jury had one capital lease in effect for a motor grader. The original lease had a total cost of \$205,000. Accumulated depreciation for the motor grader as of December 31, 2010 was \$56,375 leaving a book value of \$148,625. The present value of the net minimum lease payments, as of December 31, 2010:

<u>Fiscal year</u>	<u>Government Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	<u>\$ 24,044</u>	<u>\$ 206</u>	<u>\$ 24,250</u>
Total	<u>\$ 24,044</u>	<u>\$ 206</u>	<u>\$ 24,250</u>

The Police Jury and the Parish Library maintain various operating leases for the office equipment. The rental expenditures incurred for the year ended December 31, 2010 under these leases amounted to \$22,160. The future minimum rental payments under operating leases are as follows:

<u>Year</u>	<u>Governmental Activities</u>
2011	\$ 8,041
2012	5,820
2013	<u>3,395</u>
	<u>\$ 17,256</u>

NOTE 11 - CRIMINAL COURT FUND Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the criminal court fund at year end-be transferred to the parish general fund. Criminal Court had a fund balance at the end of the year of \$11,960 after the General Fund transferred \$310,000 to Criminal Court during the year so no amount is due to the general fund.

NOTE 12 - INTERFUND TRANSFERS IN/OUT (FFS LEVEL ONLY)

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Other Governmental	General Fund	\$ 30,000
Other Governmental	General Fund	310,000
Other Governmental	General Fund	100,000
Total		<u>\$ 440,000</u>

Transfers were made to cover deficits in the special revenue funds and assist with operating expenses.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

NOTE 13 - LITIGATION AND CLAIMS

Litigation The Police Jury is involved in various lawsuits at December 31, 2010. Per legal counsel, the ultimate resolution of these lawsuits would not materially affect the financial statements.

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

NOTE 14 - RISK MANAGEMENT The Police Jury is at risk for property damage, liability and theft which are covered by commercial insurance through the Louisiana Rural Parish Insurance Cooperative, a self-insurance fund. This self-insurance program is a public entity risk pool which was approved by the State of Louisiana Insurance Commission. The cooperative operates as any other commercial insurance company. Three insurance companies currently share the excess coverage insurance. The first \$100,000 of all coverage is self-funded by the combined contributions of the members. No additional assessments can be made against the Police Jury. The Police Jury is responsible only for the payment of premiums.

NOTE 15 - LANDFILL CLOSURE AND POST CLOSURE CARE COST State and federal laws and regulations requires the Police Jury to place a final cover on its landfill site when it stops waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. In August 1997, the Police Jury entered into a long term lease of the landfill. At this time the Police Jury had completed closure costs on the landfill cells it had used under the terms of the lease, the new operator will be responsible for closure of all landfill cells it utilizes and will also be responsible for all required post-closure activities related to such areas. Therefore no long-term debt due to landfill closure and post closure costs as defined in Governmental Accounting Standard No. 18 has been accrued. The Police Jury has \$2,000,000 in investments in the General Fund which are restricted for any future landfill closure or post closure costs.

NOTE 16 - WIRELESS E911 SERVICE STATUS During the year 2010, the District received \$250,289 from wireless service charges to be used in the implementation of wireless E911 service. During 2010, the District incurred \$231 of expenditures in the implementation of wireless E911 service.

NOTE 17 - OTHER POST EMPLOYMENT BENEFITS (OPEB) Effective with the fiscal year ended December 31, 2009, the Webster 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)*.

Plan description - The Police Jury's OPEB plan is a single-employer defined benefit "substantive plan" as understood by past practices of the Police Jury and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB plan is reported based on communication to plan members. Substantially all of the Police Jury's employees become eligible for these benefits if they reach normal retirement age while working for the Police Jury.

Funding Policy - The insurance for retired individuals is provided through the Police Jury's group plan, which covers both active and retired members. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. The Police Jury pays the total premium less \$50 for retiree healthcare coverage.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

The plan is currently financed on a "pay as you go basis", with the Police Jury contributing \$92,843 for 20 retirees for the year ended December 31, 2010.

Annual Other Post Employment Benefit Cost and Liability - The Police Jury's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45, which was being implemented for the year ended December 31, 2009. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities (UAL) over a period of thirty years. A 30 year amortization period (the maximum amortization period allowed by GASB 45) was used for post employment benefits. The total ARC for fiscal year 2010 is \$235,780 as set forth below:

Normal Cost	\$ 117,516
30-year UAL amortization amount	118,264
Annual required contribution (ARC)	\$ 235,780

The following table presents the Police Jury's OPEB Obligation for fiscal years ending 2009 and 2010:

	2010	2009
Beginning Net OPEB Obligation January 1,	\$ 135,108	NONE
Annual required contribution	235,780	\$ 235,780
Interest on prior year Net OPEB Obligation	5,404	-
Adjustment to ARC	-	-
Annual OPEB Cost	241,184	235,780
Less current year retiree premiums	92,843	100,672
Increase in Net OPEB Obligation	148,341	135,108
Ending Net OPEB Obligation at December 31,	\$ 283,449	\$ 135,108

Utilizing the pay as you go method, the Police Jury contributed 38% of the annual post employment benefits cost during 2010.

Funded Status and Funding Progress - Since the plan is not funded, the Police Jury's entire actuarial accrued liability of \$3,478,352 was unfunded.

The funded status of the plan, as determined by an actuary as of December 31, 2010, was as follows:

Actuarial accrued liability (AAL)	\$ 3,478,352
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	3,478,352
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll	\$ 3,328,695
UAAL as a percentage of covered payroll	104%

Actuarial Methods and Assumptions - Actuarial valuations of an ongoing plan involve 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.

Webster Parish Police Jury
Notes to the Basic Financial Statements
December 31, 2010

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 actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the May 24, 2009 Webster Parish Police Jury actuarial valuation using the alternative measure, the entry age actuarial cost method was used. The actuarial assumptions included a 2% rate of return on investments. The expected rate on increase in healthcare and pharmaceutical costs was based on Pre-Medicare and Medicare eligible graduated down from 9% to an ultimate annual rate of 4.7%. The expected rate increase in Dental costs was based on Pre-Medicare and Medicare eligible graduated down from 4% to an ultimate annual rate of 3%. While vision costs remained constant at 3%. The RP 2000 system table with floating Scale AA was used in making actuarial assumptions in regards to mortality rates. The average retirement age used in the valuation assumption was 61.

The remaining amortization period at December 31, 2010 for other post employment benefits (OPEB) was twenty-eight years.

The required schedule of funding progress immediately following the notes presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

REQUIRED SUPPLEMENTAL INFORMATION

**Schedule of Funding Progress and
Budgetary Comparison Schedules**

Webster Parish Police Jury

**SCHEDULE OF FUNDING PROGRESS FOR OTHER POST
EMPLOYMENT BENEFITS
December 31, 2010**

<u>Fiscal Year End</u>	<u>Actuarial Valuation Date</u>	<u>(1) Actuarial Value of Assets</u>	<u>(2) Actuarial Accrued Liability (AAL) Entry- Age Normal</u>	<u>(3) Funded Ratio (1) / (2)</u>	<u>(4) Unfunded Actuarial Accrued Liability (UAAL) (2) - (1)</u>	<u>(5) Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll (4) / (5)</u>
Dec. 31, 2009	May 24, 2010	\$ -	\$3,478,352	\$ -	\$3,478,352	\$3,228,386	108%
Dec. 31, 2010	May 24, 2010	-	3,478,352	-	3,478,352	3,328,695	104%

WEBSTER PARISH POLICE JURY

**GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended December 31, 2010**

Exhibit 1-1

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (BUDGETARY BASIS)	FINAL BUDGET POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 3,971,633	\$ 3,971,633	\$ 3,990,385	\$ 18,752
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	650,000	784,524	784,524	0
Licenses and permits	380,000	341,250	341,250	0
Intergovernmental revenues:				
Federal grants	938,000	179,013	179,013	0
State funds:				
State revenue sharing (net)	80,000	69,078	69,078	0
Severance taxes	1,200,000	1,089,086	1,089,086	0
Other	730,000	612,513	612,513	0
Fees, charges and commissions	2,400	2,400	2,400	0
Use of money and property	80,000	75,219	75,219	0
Other revenues	535,025	447,310	447,310	0
Transfers from other funds	0	0	0	0
	<u>8,567,058</u>	<u>7,572,026</u>	<u>7,590,778</u>	<u>18,752</u>
Amounts available for appropriations				
Charges to appropriations (outflows)				
General government:				
Legislative	226,500	222,691	222,691	0
Judicial	515,600	564,339	564,339	0
Elections	35,800	31,093	31,093	0
Finance and administrative	1,013,000	991,073	991,073	0
Other general government	321,000	359,081	359,081	0
Public safety	882,380	593,868	593,868	0
Health and welfare	587,004	186,420	186,420	0
Culture and recreation	84,000	80,215	80,215	0
Economic development and assistance	49,346	66,391	66,391	0
Capital outlay	112,000	23,561	23,561	0
Transfers to other funds	400,000	440,000	440,000	0
	<u>4,226,630</u>	<u>3,558,732</u>	<u>3,558,732</u>	<u>0</u>
Total charges to appropriations				
BUDGETARY FUND BALANCES, ENDING	\$ <u>4,340,428</u>	\$ <u>4,013,294</u>	\$ <u>4,032,046</u>	\$ <u>18,752</u>

WEBSTER PARISH POLICE JURY

SALES TAX

**Budgetary Comparison Schedule
For the Year Ended December 31, 2010**

Exhibit 1-2

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	(BUDGETARY BASIS)	
BUDGETARY FUND BALANCES, BEGINNING	\$ 757,643	\$ 757,643	\$ 757,643	\$ 0
Resources (inflows)				
Local sources:				
Taxes:				
Sales and use	3,200,000	3,215,231	3,215,231	0
Intergovernmental revenues:				
State funds - other	0	0	0	
Use of money and property	6,000	1,199	1,199	0
Other revenues	200,000	234,907	234,907	0
Amounts available for appropriations	4,163,643	4,208,980	4,208,980	0
Charges to appropriations (outflows)				
Public safety	1,938,000	1,879,805	1,879,805	0
Public works	2,065,123	1,852,899	1,852,899	0
Total charges to appropriations	4,003,123	3,732,704	3,732,704	0
BUDGETARY FUND BALANCES, ENDING	\$ 160,520	\$ 476,276	\$ 476,276	\$ 0

WEBSTER PARISH POLICE JURY

LIBRARY

Budgetary Comparison Schedule
For the Year Ended December 31, 2010

Exhibit 1-3

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (BUDGETARY BASIS)	FINAL BUDGET POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 2,778,838	\$ 2,778,838	\$ 2,778,838	\$ 0
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	2,341,165	2,742,512	2,742,512	0
Intergovernmental revenues:				
State funds:				
State revenue sharing (net)	73,000	72,036	72,036	0
Other	0	13,656	13,656	0
Fines and forfeitures	22,000	24,586	24,586	0
Use of money and property	13,000	9,388	9,388	0
Other revenues	4,670	17,261	17,261	0
Amounts available for appropriations	5,232,673	5,658,277	5,658,277	0
Charges to appropriations (outflows)				
Culture and recreation	2,148,021	1,984,106	1,984,106	0
Capital outlay	368,000	334,649	334,649	0
Debt Service:				
Principal retirement	190,000	190,000	190,000	0
Interest and bank charges	56,193	56,193	56,193	0
Total charges to appropriations	2,762,214	2,564,948	2,564,948	0
BUDGETARY FUND BALANCES, ENDING	\$ 2,470,459	\$ 3,093,329	\$ 3,093,329	\$ 0

Webster Parish Police Jury

**Notes to Budgetary Comparison Schedules
For the Year Ended December 31, 2010**

A. BUDGETS

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

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

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

For the year ended December 31, 2010, cash basis budgets were adopted for the general fund and all special revenue funds, except the criminal court special revenue fund, which is exempt from the requirements Louisiana Revised Statutes 30:1301-1314 (Local Government Budget Act).

The 2010 budget was amended quarterly. In January, 2011, the Police Jury amended the 2010 budget amounts to reflect 2010 actual amounts.

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

Budget Basis of Accounting All governmental funds' budgets are prepared on the cash basis of accounting. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when 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.

Webster Parish Police Jury

**Notes to Budgetary Comparison Schedules
For the Year Ended December 31, 2010**

**B. BUDGET TO GAAP RECONCILIATION - EXPLANATION OF DIFFERENCES BETWEEN
BUDGETARY INFLOWS AND OUTFLOWS AND GAAP REVENUES AND EXPENDITURES**

<u>Sources/inflows of resources:</u>	<u>General</u>	<u>Sales Tax</u>	<u>Library</u>
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 7,572,026	\$ 4,208,980	\$ 5,658,277
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes	<u>3,971,633</u>	<u>757,643</u>	<u>2,778,838</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 3,600,393</u>	<u>\$ 3,451,337</u>	<u>\$ 2,879,439</u>
 <u>Uses/Outflows of resources:</u>			
Actual amounts (budgetary basis) "Total charges to appropriations" from the Budgetary Comparison Schedule	3,558,732	3,732,704	2,564,948
Transfers to other funds classified as expenditures for budgetary purposes and as an operating transfer for financial reporting	<u>440,000</u>	<u>-</u>	<u>-</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 3,118,732</u>	<u>\$ 3,732,704</u>	<u>\$ 2,564,948</u>

Webster Parish Police Jury

SUPPLEMENTAL INFORMATION

Webster Parish Police Jury

**COMBINING
NONMAJOR GOVERNMENTAL FUNDS -
BY FUND TYPE.**

WEBSTER PARISH POLICE JURY

**NONMAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet - By Fund Type
December 31, 2010**

Exhibit 2

	<u>SPECIAL REVENUE</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECT</u>	<u>TOTAL</u>
ASSETS				
Cash and cash equivalents	\$ 1,485,205	\$ 187,712	\$ 0	\$ 1,672,917
Investments	100,565	0	0	100,565
Receivables (net of allowances)	1,391,787	209,015	0	1,600,802
TOTAL ASSETS	<u>2,977,557</u>	<u>396,727</u>	<u>0</u>	<u>3,374,284</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable vendors	68,908	0	0	68,908
Accrued payroll liabilities	48,619	8,144	0	56,763
Unearned revenue	58,075	11,605	0	69,680
Total Liabilities	<u>175,602</u>	<u>19,749</u>	<u>0</u>	<u>195,351</u>
Fund Balances:				
Reserved for:				
Debt Service	0	376,978	0	376,978
Unreserved, reported in				
Special Revenue	2,801,955	0	0	2,801,955
Capital Project	0	0	0	0
Total Fund Balances	<u>2,801,955</u>	<u>376,978</u>	<u>0</u>	<u>3,178,933</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,977,557</u>	<u>\$ 396,727</u>	<u>\$ 0</u>	<u>\$ 3,374,284</u>

WEBSTER PARISH POLICE JURY

**NONMAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures,
And Changes in Fund Balances - By Fund Type
For the Year Ended December 31, 2010**

Exhibit 3

	<u>SPECIAL REVENUE</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECT</u>	<u>TOTAL</u>
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 1,364,348	\$ 228,755	\$ 0	\$ 1,593,103
Intergovernmental revenues:				
Federal grants	0	0	137,959	137,959
State funds:				
Parish Transportation funds	476,269	0	0	476,269
State revenue sharing	120,618	0	0	120,618
Fees, charges, and commissions for services	128,429	0	0	128,429
Fines and forfeitures	427,533	0	0	427,533
Use of money and property	112,113	663	0	112,776
Other revenues	144,131	0	0	144,131
Total Revenues	2,773,441	229,418	137,959	3,140,818
EXPENDITURES				
Current:				
General government:				
Judicial	1,106,159	0	0	1,106,159
Other general government	32,658	8,143	0	40,801
Public Works	1,328,916	0	0	1,328,916
Health and Welfare	535,771	0	0	535,771
Culture and recreation	0	0	0	0
Debt service:				
Principal retirement	0	190,000	0	190,000
Interest and bank charges	0	34,427	0	34,427
Capital outlay	132,622	0	137,959	270,581
Total Expenditures	3,136,126	232,570	137,959	3,506,655
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(362,685)	(3,152)	0	(365,837)
OTHER FINANCING SOURCES (USES)				
Transfers in	440,000	0	0	440,000
Proceeds from capital lease	0	0	0	0
Total Other Financing Sources (Uses)	440,000	0	0	440,000
Net Change in Fund Balances	77,315	(3,152)	0	74,163
FUND BALANCES - BEGINNING	2,724,640	380,130	0	3,104,770
FUND BALANCES - ENDING	\$ 2,801,955	\$ 376,978	\$ 0	\$ 3,178,933

Webster Parish Police Jury



Webster Parish Police Jury

SPECIAL REVENUE FUNDS

SOLID WASTE FUND The Solid Waste Fund accounts for the receipt of tipping fees for use of the landfill and the operation of the solid waste landfill.

PARISH ROAD FUND The Parish Road Fund accounts for the construction and maintenance of the parish roads and bridges. Financing is provided primarily by the Parish Transportation Fund and from the sale of surplus property.

ROAD DISTRICT MAINTENANCE FUNDS The Road District Maintenance Funds (A & B) account for the operations and maintenance of District A and B roads and bridges. Financing is provided by a special annual property tax levy, state revenue sharing funds, and interest on time deposits.

SPECIAL 2.5 MILL TAX FUND The Special 2.5 Mill Tax Fund accounts for the operation and maintenance of the parish courthouse and health unit. Financing is provided by a special annual property tax levy, state revenue sharing funds, and interest on time deposits.

SPECIAL LIBRARY FUND The Special Library Fund account for the receipt of proceeds of the use of the Library's copy machines and other equipment and property rentals. The revenues are to be used for the purpose of the purchase of capital equipment and property improvements for the Webster Parish Library System.

DA ASSET AND FOREITURE Authorized by the Webster Parish District Attorney for supplemental payroll reimbursement under Title 46:2400 eq. seq. The revenues are considered deemed contraband (drug money and drug vehicles) forfeited in accordance with the applicable state laws. Its primary activity is to provide additional revenues for payroll purposes.

CRIMINAL COURT FUND The criminal Court Fund was created by Section 571.11 of Title 15 of the Louisiana Revised Statutes of 1950, which provides that fines and forfeitures imposed by district accounts and district attorney's conviction fees in criminal cases, be transferred to the parish treasurer and deposited in a special "Criminal Court Fund" account to be used for the expense of the criminal court of the parish. Expenditures shall be made from the fund on motion of the district attorney and approval of the district judge.

The statute also required that one-half of the surplus (fund balance) remaining in the fund at December 31 of each year be transferred to the parish General Fund.

COURT REPORTER FUND The Court Reporter Fund accounts for the operations of the court reporter for the district court. Financing is provided primarily by fees.

WEBSTER PARISH POLICE JURY
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
December 31, 2010

	SOLID WASTE	PARISH ROAD	ROAD DISTRICT A	ROAD DISTRICT B
ASSETS				
Cash and cash equivalents	\$ 15,832	\$ 315,125	\$ 249,925	\$ 332,068
Investments	0	0	0	0
Receivables (net of allowances)	15,829	83,076	305,276	365,783
TOTAL ASSETS	31,661	398,201	555,201	697,851
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable vendors	244	2,865	6,790	680
Accrued payroll liabilities	0	0	12,258	13,722
Unearned revenue	0	0	18,463	10,694
Total Liabilities	244	2,865	37,511	25,096
Fund Balances:				
Unreserved and undesignated	31,417	395,336	517,690	672,755
Total Fund Balance	31,417	395,336	517,690	672,755
TOTAL LIABILITIES AND FUND BALANCES	\$ 31,661	\$ 398,201	\$ 555,201	\$ 697,851

Exhibit 4

2.5 MILL TAX	SPECIAL LIBRARY	DA ASSET FORFEITURE	CRIMINAL COURT	COURT REPORTER	TOTAL
\$ 500,760	\$ 59,405	\$ 1,111	\$ 2,916	\$ 8,063	\$ 1,485,205
0	100,565	0	0	0	100,565
581,061	0	0	40,762	0	1,391,787
<u>1,081,821</u>	<u>159,970</u>	<u>1,111</u>	<u>43,678</u>	<u>8,063</u>	<u>2,977,557</u>
22,741	0	0	31,718	3,870	68,908
22,639	0	0	0	0	48,619
28,918	0	0	0	0	58,075
<u>74,298</u>	<u>0</u>	<u>0</u>	<u>31,718</u>	<u>3,870</u>	<u>175,602</u>
<u>1,007,523</u>	<u>159,970</u>	<u>1,111</u>	<u>11,960</u>	<u>4,193</u>	<u>2,801,955</u>
<u>1,007,523</u>	<u>159,970</u>	<u>1,111</u>	<u>11,960</u>	<u>4,193</u>	<u>2,801,955</u>
<u>\$ 1,081,821</u>	<u>\$ 159,970</u>	<u>\$ 1,111</u>	<u>\$ 43,678</u>	<u>\$ 8,063</u>	<u>\$ 2,977,557</u>

WEBSTER PARISH POLICE JURY

**NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended December 31, 2010**

	SOLID WASTE	PARISH ROAD	ROAD DISTRICT A	ROAD DISTRICT B
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 0	\$ 0	\$ 344,030	\$ 385,029
Intergovernmental revenues:				
State funds:				
Parish Transportation funds	0	476,269	0	0
State Revenue Sharing	0	0	34,803	26,214
Fees, charges, and commissions for services	0	6,360	144	0
Fines and forfeitures	0	0	0	0
Use of money and property	59,498	47,118	1,077	1,369
Other revenues	6,289	3,378	0	0
Total Revenues	65,787	533,125	380,054	412,612
EXPENDITURES				
Current:				
General government:				
Judicial	0	0	0	0
Other general government	0	0	0	0
Public Works	69,703	695,698	292,495	271,020
Health and Welfare	0	0	0	0
Culture and recreation	0	0	0	0
Capital outlay	0	116,288	0	0
Total Expenditures	69,703	811,986	292,495	271,020
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(3,916)	(278,861)	87,559	141,592
OTHER FINANCING SOURCES (USES)				
Transfers in	30,000	0	0	0
Proceeds from capital lease	0	0	0	0
Total Other financing Sources (Uses)	30,000	0	0	0
Net Change in Fund Balances	26,084	(278,861)	87,559	141,592
FUND BALANCES - BEGINNING	5,333	674,197	430,131	531,163
FUND BALANCES - ENDING	\$ 31,417	\$ 395,336	\$ 517,690	\$ 672,755

Exhibit 5

<u>2.5 MILL TAX</u>	<u>SPECIAL LIBRARY</u>	<u>DA ASSET FORFEITURE</u>	<u>CRIMINAL COURT</u>	<u>COURT REPORTER</u>	<u>TOTAL</u>
\$ 635,289	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,364,348
0	0	0	0	0	476,269
59,601	0	0	0	0	120,618
664	36,288	0	59,759	25,214	128,429
0	0	46,805	380,728	0	427,533
2,213	831	7	0	0	112,113
0	0	0	130,954	3,510	144,131
<u>697,767</u>	<u>37,119</u>	<u>46,812</u>	<u>571,441</u>	<u>28,724</u>	<u>2,773,441</u>
0	0	50,401	931,867	123,891	1,106,159
32,658	0	0	0	0	32,658
0	0	0	0	0	1,328,916
535,771	0	0	0	0	535,771
0	0	0	0	0	0
0	16,334	0	0	0	132,622
<u>568,429</u>	<u>16,334</u>	<u>50,401</u>	<u>931,867</u>	<u>123,891</u>	<u>3,136,126</u>
<u>129,338</u>	<u>20,785</u>	<u>(3,589)</u>	<u>(360,426)</u>	<u>(95,167)</u>	<u>(362,685)</u>
0	0	0	310,000	100,000	440,000
0	0	0	0	0	0
0	0	0	310,000	100,000	440,000
129,338	20,785	(3,589)	(50,426)	4,833	77,315
878,185	139,185	4,700	62,386	(640)	2,724,640
<u>\$ 1,007,523</u>	<u>\$ 159,970</u>	<u>\$ 1,111</u>	<u>\$ 11,960</u>	<u>\$ 4,193</u>	<u>\$ 2,801,955</u>

**Webster Parish Police Jury
Schedule of Compensation Paid Police Jurors
For the Year Ended December 31, 2010**

GENERAL

Exhibit 6

COMPENSATION PAID POLICE JURORS The schedule of compensation paid to Police Jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the Police Jurors is included in the legislative expenditures of the general fund.

Charles Walker, President	\$ 14,400
Vera Davison, Vice President	14,400
Charles Odom	14,400
Bruce Blanton	14,400
Jim Bonsall	14,400
Steve Ramsey	14,400
Steve Lemmons	14,400
Steve Duggan	14,400
Jerri M. Lee	14,400
Jimmy Thomas	14,400
Daniel Thomas	14,400
C. C. Cox	<u>14,400</u>
Total	<u>\$172,800</u>

Webster Parish Police Jury (LA213)
Minden, LA
Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 12/31/2010

	14,871 Housing Choice Vouchers	Subtotal	Total
111 Cash - Unrestricted	\$16,846	\$16,846	\$16,846
112 Cash - Restricted - Modernization and Development			
113 Cash - Other Restricted	\$80,353	\$80,353	\$80,353
114 Cash - Tenant Security Deposits			
115 Cash - Restricted for Payment of Current Liabilities			
100 Total Cash	\$77,199	\$77,199	\$77,199
121 Accounts Receivable - PHA Projects			
122 Accounts Receivable - HUD Other Projects			
124 Accounts Receivable - Other Government			
125 Accounts Receivable - Miscellaneous	\$50,033	\$50,033	\$50,033
126 Accounts Receivable - Tenants			
126.1 Allowance for Doubtful Accounts - Tenants			
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current			
128 Fraud Recovery			
128.1 Allowance for Doubtful Accounts - Fraud			
129 Accrued Interest Receivable			
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$50,033	\$50,033	\$50,033
131 Investments - Unrestricted			
132 Investments - Restricted			
135 Investments - Restricted for Payment of Current Liability			
142 Prepaid Expenses and Other Assets	\$2,050	\$2,050	\$2,050
143 Inventories			
143.1 Allowance for Obsolete Inventories			
144 Inter Program Due From			
145 Assets Held for Sale			
150 Total Current Assets	\$129,282	\$129,282	\$129,282
161 Land			
162 Buildings			
163 Furniture, Equipment & Machinery - Dwellings			
164 Furniture, Equipment & Machinery - Administration	\$19,468	\$19,468	\$19,468
165 Leasehold Improvements			
166 Accumulated Depreciation	-\$19,371	-\$19,371	-\$19,371
167 Construction in Progress			
168 Infrastructure			
160 Total Capital Assets, Net of Accumulated Depreciation	\$95	\$95	\$95
171 Notes, Loans and Mortgages Receivable - Non-Current			
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due			
173 Grants Receivable - Non Current			
174 Other Assets			
176 Investments in Joint Ventures			
180 Total Non-Current Assets	\$95	\$95	\$95
190 Total Assets	\$129,377	\$129,377	\$129,377
311 Bank Overdraft			
312 Accounts Payable <= 90 Days	\$14,913	\$14,913	\$14,913
313 Accounts Payable >90 Days Past Due			

Webster Parish Police Jury (LA213)
Minden, LA
Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 12/31/2010

	14,871 Housing Choice Vouchers	Subtotal	Total
321 Accrued Wage/Payroll Taxes Payable			
322 Accrued Compensated Absences - Current Portion	\$3,528	\$3,528	\$3,528
324 Accrued Contingency Liability			
325 Accrued Interest Payable			
331 Accounts Payable - HUD PHA Programs			
332 Account Payable - PHA Projects			
333 Accounts Payable - Other Government			
341 Tenant Security Deposits			
342 Deferred Revenues			
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue Bonds			
344 Current Portion of Long-term Debt - Operating Borrowings			
345 Other Current Liabilities	\$12,646	\$12,646	\$12,646
346 Accrued Liabilities - Other			
347 Inter Program - Due To			
348 Loan Liability - Current			
310 Total Current Liabilities	\$31,087	\$31,087	\$31,087
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue			
352 Long-term Debt, Net of Current - Operating Borrowings			
353 Non-current Liabilities - Other			
354 Accrued Compensated Absences - Non Current	\$32	\$32	\$32
355 Loan Liability - Non Current			
356 FASB 5 Liabilities			
357 Accrued Pension and OPEB Liabilities			
350 Total Non-Current Liabilities	\$32	\$32	\$32
300 Total Liabilities	\$31,119	\$31,119	\$31,119
506.1 Invested In Capital Assets, Net of Related Debt	\$96	\$96	\$96
509.2 Fund Balance Reserved			
511.2 Unreserved, Designated Fund Balance			
511.1 Restricted Net Assets	\$80,353	\$80,353	\$80,353
512.1 Unrestricted Net Assets	\$37,810	\$37,810	\$37,810
512.2 Unreserved, Undesignated Fund Balance			
513 Total Equity/Net Assets	\$98,258	\$98,258	\$98,258
600 Total Liabilities and Equity/Net Assets	\$129,377	\$129,377	\$129,377

Webster Parish Police Jury (LA213)
Minden, LA
Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 12/31/2010

	14,871 Housing Choice Vouchers	Subtotal	Total
70300 Net Tenant Rental Revenue			
70400 Tenant Revenue - Other			
70500 Total Tenant Revenue	\$0	\$0	\$0
70600 HUD PHA Operating Grants	\$734,619	\$734,619	\$734,619
70610 Capital Grants			
70710 Management Fee			
70720 Asset Management Fee			
70730 Book Keeping Fee			
70740 Front Line Service Fee			
70750 Other Fees			
70700 Total Fee Revenue			
70800 Other Government Grants			
71100 Investment Income - Unrestricted	\$200	\$200	\$200
71200 Mortgage Interest Income			
71300 Proceeds from Disposition of Assets Held for Sale			
71310 Cost of Sale of Assets			
71400 Fraud Recovery			
71500 Other Revenue	\$1,269	\$1,269	\$1,269
71600 Gain or Loss on Sale of Capital Assets			
72000 Investment Income - Restricted			
70000 Total Revenue	\$736,088	\$736,088	\$736,088
91100 Administrative Salaries	\$61,048	\$61,048	\$61,048
91200 Auditing Fees	\$6,757	\$6,757	\$6,757
91300 Management Fee			
91310 Book-keeping Fee			
91400 Advertising and Marketing			
91500 Employee Benefit contributions - Administrative	\$17,487	\$17,487	\$17,487
91600 Office Expenses	\$21,026	\$21,026	\$21,026
91700 Legal Expense			
91800 Travel	\$2,079	\$2,079	\$2,079
91810 Allocated Overhead			
91900 Other			
91000 Total Operating - Administrative	\$108,397	\$108,397	\$108,397
92000 Asset Management Fee			
92100 Tenant Services - Salaries			
92200 Relocation Costs			
92300 Employee Benefit Contributions - Tenant Services			
92400 Tenant Services - Other			
92500 Total Tenant Services	\$0	\$0	\$0
93100 Water			
93200 Electricity			
93300 Gas			
93400 Fuel			
93500 Labor			
93600 Sewer			
93700 Employee Benefit Contributions - Utilities			
93800 Other Utilities Expense	\$4,792	\$4,792	\$4,792
93000 Total Utilities	\$4,792	\$4,792	\$4,792

Webster Parish Police Jury (LA213)
Minden, LA
Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 12/31/2010

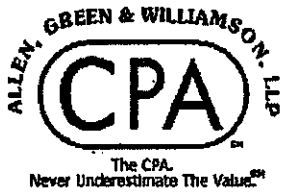
	14,871 Housing Choice Vouchers	Subtotal	Total
94100 Ordinary Maintenance and Operations - Labor			
94200 Ordinary Maintenance and Operations - Materials and Other	\$106	\$106	\$106
94300 Ordinary Maintenance and Operations Contracts			
94500 Employee Benefit Contributions - Ordinary Maintenance			
94000 Total Maintenance	\$106	\$106	\$106
95100 Protective Services - Labor			
95200 Protective Services - Other Contract Costs			
95300 Protective Services - Other			
95500 Employee Benefit Contributions - Protective Services			
95000 Total Protective Services	\$0	\$0	\$0
96110 Property Insurance			
96120 Liability Insurance			
96130 Workmen's Compensation			
96140 All Other Insurance	\$1,670	\$1,670	\$1,670
96100 Total Insurance Premiums	\$1,670	\$1,670	\$1,670
96200 Other General Expenses			
96210 Compensated Absences	-\$1,051	-\$1,051	-\$1,051
96300 Payments in Lieu of Taxes			
96400 Bad debt - Tenant Rents			
96500 Bad debt - Mortgages			
96600 Bad debt - Other			
96800 Severance Expense			
96000 Total Other General Expenses	-\$1,051	-\$1,051	-\$1,051
96710 Interest of Mortgage (or Bonds) Payable			
96720 Interest on Notes Payable (Short and Long Term)			
96730 Amortization of Bond Issue Costs			
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0
96900 Total Operating Expenses	\$113,914	\$113,914	\$113,914
97000 Excess of Operating Revenue over Operating Expenses	\$622,174	\$622,174	\$622,174
97100 Extraordinary Maintenance			
97200 Casualty Losses - Non-capitalized			
97300 Housing Assistance Payments	\$717,572	\$717,572	\$717,572
97350 HAP Portability-In			
97400 Depreciation Expense	\$601	\$601	\$601
97500 Fraud Losses			
97600 Capital Outlays - Governmental Funds			
97700 Debt Principal Payment - Governmental Funds			
97800 Dwelling Units Rent Expense			
90000 Total Expenses	\$832,087	\$832,087	\$832,087
10010 Operating Transfer In			
10020 Operating transfer Out			
10030 Operating Transfers from/to Primary Government			
10040 Operating Transfers from/to Component Unit			
10050 Proceeds from Notes, Loans and Bonds			
10060 Proceeds from Property Sales			
10070 Extraordinary Items, Net Gain/Loss			

Webster Parish Police Jury (LA213)
Minden, LA
Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 12/31/2010

	14,871 Housing Choice Vouchers	Subtotal	Total
10080 Special Items (Net Gain/Loss)			
10091 Inter Project Excess Cash Transfer In			
10092 Inter Project Excess Cash Transfer Out			
10093 Transfers between Program and Project - In			
10094 Transfers between Project and Program - Out			
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	-\$95,999	-\$95,999	-\$95,999
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0
11030 Beginning Equity	\$194,257	\$194,257	\$194,257
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors			
11050 Changes in Compensated Absence Balance			
11060 Changes in Contingent Liability Balance			
11070 Changes in Unrecognized Pension Transition Liability			
11080 Changes in Special Term/Severance Benefits Liability			
11090 Changes in Allowance for Doubtful Accounts - Dwelling Rents			
11100 Changes in Allowance for Doubtful Accounts - Other			
11170 Administrative Fee Equity	\$37,905	\$37,905	\$37,905
11180 Housing Assistance Payments Equity	\$60,353	\$60,353	\$60,353
11190 Unit Months Available	2124	2124	2124
11210 Number of Unit Months Leased	1946	1946	1946
11270 Excess Cash			
11610 Land Purchases			
11620 Building Purchases			
11630 Furniture & Equipment - Dwelling Purchases			
11640 Furniture & Equipment - Administrative Purchases			
11650 Leasehold Improvements Purchases			
11660 Infrastructure Purchases			
13510 CFFP Debt Service Payments			
13901 Replacement Housing Factor Funds			



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4684

Toll-free: (888) 741-0205

www.allengreencpa.com

Tim Green, CPA
Margie Williamson, CPA
Amy Tynes, CPA

Aimee Buchanan, CPA
Rachel Davis, CPA
Jaime Esswein, CPA
Diane Ferschoff, CPA
Joshua Legg, CPA
Brian McBride, CPA
Jauicia Mercer, CPA
Cindy Thomason, CPA

Ernest L. Allen, CPA
(Retired) 1963 - 2000

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

Police Jurors
Webster Parish Police Jury
Minden, Louisiana

We have audited the financial statements of the governmental activities, the discretely presented component units of the Community Services and E-911, each major fund and the aggregate remaining fund information of Webster Parish Police Jury, as of and for the year ended December 31, 2010, which collectively comprise the basic financial statements of the Police Jury's primary government and have issued our report thereon dated June 28, 2011. We issued an adverse opinion on the aggregate discretely presented component units and an unqualified opinion on the governmental activities, the discretely presented component units of the Community Services and E-911, each major fund, and the aggregate remaining fund information. 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

In planning and performing our audit, we considered the 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 Police Jury's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Police Jury'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.

Compliance and Other Matters

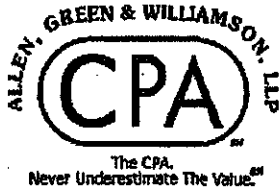
As part of obtaining reasonable assurance about whether the Police Jury's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 one instance of noncompliance or other matter that is required to be reported in accordance with Government Auditing Standards which is described in the accompanying Schedule of Findings and Questioned Costs as item 10-F1.

The Police Jury's response to the findings identified in our audit is described in the accompanying Corrective Action Plan for Current Year Findings and Questioned Costs. We did not audit the Police Jury's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Police Jurors, management, 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. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green + Williamson, LLP
ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
June 28, 2011



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

www.allengreencpa.com

Tim Green, CPA
Margie Williamson, CPA
Amy Tynes, CPA

Aimee Buchanan, CPA
Rachel Davis, CPA
Jaime Esswein, CPA
Diane Ferchoff, CPA
Joshua Legg, CPA
Brian McBride, CPA
Jaumicia Mercer, CPA
Cindy Thomason, CPA

Ernest L. Allen, CPA
(Retired) 1963 - 2000

Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133

Police Jurors
Webster Parish Police Jury
Minden, Louisiana

Compliance

We have audited the compliance of the Webster Parish Police Jury, Minden, Louisiana, 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 its major federal programs for the year ended December 31, 2010. The 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 Police Jury's management. Our responsibility is to express an opinion on Webster 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 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 Police Jury's compliance with those requirements.

In our opinion the Policy Jury complied, in all material respects, with the 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, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 10-F2, 10-F3, and 10-F4.

Internal Control Over Compliance

The management of the Police Jury is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Police Jury's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on 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. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying Schedule of Findings and Questioned Costs as items 10-F2, 10-F3, and 10-F4. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The Police Jury's responses to the findings identified in our audit are described in the accompanying corrective action plan for current year audit findings and questioned costs. We did not audit the Police Jury's responses and accordingly, we express no opinion on it.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the discretely presented component units of the Community Services and E911, each major fund, and the aggregate remaining fund information of the Police Jury, as of and for the year ended December 31, 2010, and have issued our report thereon dated June 28, 2011. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Police Jury's primary government basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements of the primary government and the discretely presented component units of Community Services and E911 and, in our opinion, is fairly stated, in all material respects, in relation to these financial statements taken as a whole.

This report is intended solely for the information and use of the Police Jurors, management, 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. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
June 28, 2011

**Webster Parish Police Jury
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA Number	Pass-Through Grantor No.	Expenditures
CASH FEDERAL AWARDS			
United States Department of Interior			
Direct Program – Payment in Lieu of Taxes	15.226	N/A	\$ 32,539
Passed through the State of Louisiana Department of the Treasury:			
Payments to States in Lieu of Real Estate Taxes	12.112	N/A	<u>225</u>
Total United States Department of Interior			<u>32,764</u>
United States Department of Agriculture			
Passed through the State of Louisiana Department of Education:			
Child Care Food Program – Family Day Care	10.558	N/A	\$ 472,834
Child Care Food Program – Head Start Food Service	10.558	N/A	<u>238,384</u>
Total United States Department of Agriculture			<u>711,218</u>
United States Department of Housing and Urban Development			
Direct Programs:			
Section 8 Housing Choice Vouchers	14.871	LA213	734,619
Passed Through the Louisiana Department of Administration:			
Community Development Block Grant - State Program	14.228	685267	137,959
Passed Through Louisiana Department of Social Services:			
HUD – Emergency Shelter Grants Program	14.231	636076	<u>20,523</u>
Total U. S. Department of Housing and Urban Development			<u>893,101</u>
United States Department of Transportation			
Passed Through Louisiana Department of Transportation and Development			
FTA Section 5311	20.509	LA-18-X026 LA-18-X027	<u>458,234</u>
Total U. S. Department of Transportation			<u>458,234</u>
United States Department of Homeland Security			
Passed Through Louisiana Governor's Office of Homeland Security and Emergency Preparedness:			
Hazard Mitigation Grant	97.039	HMP-1603-119-0001	16,250
Homeland Security Grant	97.067	2010EP-ED-0058	21,337
		2009-EP-E9-0004	31,830
		2008-EP-E8-0004	16,944
		2008-EM-E8-0047	1,962
		2010-SS-TD-0043	5,109
		2007-GE-T7-0019	<u>52,817</u>
Total United States Department of Homeland Security			129,999
Passed Through United Way:			
Emergency Food and Shelter National Board Program	97.024		<u>13,323</u>
Total United States Department of Homeland Security			<u>159,572</u>

**Webster Parish Police Jury
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010**

PASS-THROUGH GRANTOR/PROGRAM NAME	<u>Number</u>	<u>Grantor No.</u>	<u>Expenditures</u>	
U. S. Department of Health and Human Services				
Direct programs:				
Heat Start Cluster:				
Head Start	93.600	H-5299	\$ 2,114,424	
Head Start, ARRA	93.708	E-5299	<u>137,560</u>	2,251,984
Passed Through Louisiana Department of Health and Hospitals:				
Medical Assistance Program	93.778	N/A		106,899
Passed Through Louisiana Department of Labor:				
Community Services Block Grant Cluster:				
Community Services Block Grant	93.569	2010P0012	\$ 128,514	
Community Services Block Grant, Recovery Act	93.710	2009P0012	<u>256,236</u>	384,750
Passed Through Louisiana Department of Social Services:				
STEP Transportation	93.561	CFMS #665187		32,594
Passed Through Louisiana Association For Community Action Partnership:				
LIHEAP Energy Assistance	93.568	2010 DHHS, 2010 Emergency Contingency		<u>608,870</u>
Total Department of Health and Human Services				<u>3,385,097</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u><u>\$ 5,639,986</u></u>

**Webster Parish Police Jury
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2010**

NOTE 1 - GENERAL The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the Webster Parish Police Jury, Minden, Louisiana. The Webster Parish Police Jury (the "Police Jury") reporting entity is defined in Note 1 to the Police Jury's basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, is included on the schedule.

NOTE 2 - BASIS OF ACCOUNTING The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the Police Jury's financial statements.

NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS Federal awards revenues are reported in the Police Jury's fund financial statements as follows:

	<u>Federal Sources</u>
Major fund:	
General Fund	\$ 179,013
Non-major fund:	
Capital Project Fund	137,959
Component Unit - Community Services	<u>5,323,014</u>
Total	<u><u>\$ 5,639,986</u></u>

NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with accounting principles generally accepted in the United States of America.

NOTE 5 - MATCHING REVENUES AND STATE FUNDING For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

**Webster Parish Police Jury
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010**

PART I - Summary of the Auditors' Results

Financial Statement Audit

- i. The type of audit report issued was an adverse opinion on the aggregate discretely presented component units and an unqualified opinion on the governmental activities, the discretely presented component units of the Community Services and E-911, each major fund, and the aggregate remaining fund information.
- ii. There were no significant deficiencies required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States of America.
- iii. There was one instance of noncompliance that was considered material, as defined by the Government Auditing Standards, to the basic financial statements.

Audit of Federal Awards

- iv. There were three significant deficiencies required to be disclosed by OMB Circular A-133. The significant deficiencies were not considered to be a material weakness.
- v. The type of report the auditor issued on compliance for major programs was unqualified.
- vi. The audit disclosed three audit findings which the auditor is required to report under OMB Circular A-133, Section .510(a).
- vii. The major federal programs are:

Community Development Block Grant	CFDA #14.228
Section 8 Housing Choice Vouchers	CFDA #14.871
Head Start Cluster	
Head Start	CFDA #93.600
Head Start ARRA	CFDA #93.708
Community Services Block Grant Cluster	
Community Services Block Grant	CFDA #93.569
Community Services Block Grant	CFDA #93.710
LIHEAP Energy Assistance	CFDA #93.568
- viii. The dollar threshold used to distinguish between Type A and Type B programs as described in OMB Circular A-133, Section .520(b) was \$300,000.
- ix. The auditee does not qualify as a low-risk auditee under OMB Circular A-133, Section .530.

**Webster Parish Police Jury
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010**

Part II – Findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:

Reference # and title: 10-F1 Violation of the Public Bid Law

Entity-Wide or program /department specific: This finding is specific to the Office of Community Services component unit.

Criteria or specific requirement: The Louisiana State Bid Law R. S. 38:2212.1 reads in part, “all purchases of materials and supplies exceeding the sum of thirty thousand dollars to be paid out of public funds shall be advertised and let by contract to the lowest responsible bidder”.

Condition found: In testing bids, it was noticed the Office of Community Services purchased three security systems for a total of \$54,680, but did not bid out the systems. The systems were all for separate locations, but were purchased from the same vendor at the same time.

Possible asserted effect (cause and effect):

Cause: Unknown.

Effect: The Office of Community Services did not meet the requirements of the Louisiana State Bid Law on the purchase of the security system.

Recommendations to prevent future occurrences: The Office of Community Services should establish procedures to ensure that all requirements of the bid law are followed for future periods. The agency should also be aware of separate purchases that in total are required by the State Bid Law to be bid.

**Webster Parish Police Jury
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010**

Part III – Findings and questioned costs for federal awards which are required to be reported under OMB Circular A-133 Section .510(a):

Reference # and title: 10-F2 Test of Resident Files

Entity-Wide or program /department specific: This finding is specific to the Section 8 Housing Choice Voucher Program CFDA #14.871, for the Federal Award Year 2010 received for Federal Agency: Department of Housing and Urban Development.

Criteria or specific requirement: The Community Services Agency must re-examine family income and composition at least once every 12 months and adjust the housing assistance payment (HAP) as necessary using the documentation from third party verifications (24CFR section 982.516). As a condition of admission or continued occupancy, the resident and other family members must provide necessary information, documentation, and releases for the Agency to verify income eligibility (24CFR sections, 5.230, 5.609, and 982.516). The Agency is required to submit Form 50058 electronically to HUD each time the Agency completes an admission, annual reexamination, interim reexamination, portability move in, other changes of unit for a family. Several line items on this form must agree to documentation in the file (24CFR part 908 and 24CFR section 982.158). For both family income examinations and reexaminations, the Agency must obtain and document in the family file third party verification of reporting family income, the value of assets, expenses related to deductions from annual income, and other factors that affect the determination of adjusted income or income based rent (24CFR section 982.516). The Agency must determine income eligibility and calculate the resident's rent payment using the documentation from third party verifications in accordance with 24CFR part 5 subpart F (24CFR section 5.601 and 24CFDR sections 982.201, 982.515 and 982.516).

Condition found: In testing of 15 resident files, the following was noted:

- There was one instance of an EIV check not being performed for income verification.
- There were four instances of the incorrect information being used for the income calculation.
- There were four instances of the incorrect utility allowance being used.
- There were four instances of keypunch errors from entering information on the Form 50058.
- There was one instance of the 50058 being completed before the inspection was performed.
- There was one exception of a balance remaining in an FSS account after the tenant was terminated from the program.

In testing of 25 vendor checks, the following was noted:

- There were two instances of the HAP payment being incorrectly calculated.

Possible asserted effect (cause and effect):

Cause: Agency staff is not following established procedures for maintaining resident files.

Effect: Some resident files did not meet federal guidelines and internal controls were weakened.

Recommendations to prevent future occurrences: The Community Services should establish monitoring procedures to ensure the information in resident files is adequate, agrees to Form 50058 and that the income calculation is correct.

**Webster Parish Police Jury
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2010**

Part III – Findings and questioned costs for federal awards which are required to be reported under OMB Circular A-133 Section .510(a):

Reference # and title: **10-F3** **Depository Agreement**

Entity-Wide or program /department specific: This finding relates to the Public and Indian Housing program, CFDA #14.850 for Federal Award Year 2010 and the Section 8 Housing Choice Voucher program, CFDA #14.871 for Federal Award Year 2010 received from Federal Agency: Department of Housing and Urban Development.

Criteria or specific requirement: According to HUD regulations, the Housing Authority is required to enter into depository agreements with their financial institutions in a form required by HUD in the ACC. The agreements serve as safe guards for Federal funds and provide third-party rights to HUD.

Condition found: The Agency was not aware of this requirement and was unable to provide the auditor with depository agreements with any of their financial institutions.

Possible asserted effect (cause and effect):

Cause: The Housing Authority was unaware of this requirement.

Effect: The Agency did not meet federal requirements concerning special provisions and tests.

Recommendations to prevent future occurrences: The Agency should establish procedures to ensure that the Housing Authority has a depository agreement with all financial institutions that they do business with.

Reference # and title: **10-F4** **Utility Allowances**

Entity-Wide or program /department specific: This finding relates to the Public and Indian Housing program, CFDA #14.850 for Federal Award Year 2010 and the Section 8 Housing Choice Voucher program, CFDA #14.871 for Federal Award Year 2010 received from Federal Agency: Department of Housing and Urban Development.

Criteria or specific requirement: Per the Housing Choice Voucher Guidebook, a review of the utility allowance schedule must be performed annually and the allowances must be revised at other times when there has been a change of ten percent or more in a utility rate or fuel cost since the last revision of the schedule.

Condition found: The agency did perform a review of the utility allowances for the fiscal year and there were changes of greater than ten percent for a few of the utility categories, but no adjustments were made to the utility allowances.

Possible asserted effect (cause and effect):

Cause: The Agency did not adjust the utility allowances for the changes greater than ten percent.

Effect: HUD guidelines have not been followed for the utility allowance schedules.

Recommendations to prevent future occurrences: The utility allowances should be appropriately adjusted for any increases or decreases of ten percent or more each year.

Webster Parish Police Jury

Other Information

The information in the following section concerns management's actions or intentions concerning prior- and current-year audit findings and is required by U. S. Office of Management and Budget (OMB) Circular A-133. This information has been prepared by the management of the Webster Parish Police Jury. Management accepts full responsibility, as required by OMB Circular A-133, for the accuracy of the information. This information has not been audited by the auditors except as required by OMB Circular A-133 Section 500(e), and accordingly, no opinion is expressed. Section 500(e) requires the auditor to follow-up on prior audit findings; perform procedures to assess the reasonableness of the summary schedule of prior audit findings prepared by the auditee, and report, as a current-year audit finding when the auditor concludes that the summary schedule of prior audit findings materially misrepresents the status of any prior audit finding.

**Webster Parish Police Jury
Schedule of Prior Audit Findings and Questioned Costs
For Year End December 31, 2010**

Reference # and title: **09-F1** **Violation of the Public Bid Law**

Entity-Wide or program /department specific: This finding is specific to the Hazard Mitigation Grant-Statewide Generator Program, CFDA #97.039 reported by the Police Jury.

Origination Date: December 31, 2009.

Condition: In testing bids, it was noted that the Police Jury purchased two generators with grant funds and only ran the newspaper advertisement once, instead of the minimum two times for material and supplies required by the Louisiana State Bid Law. Also, the bids received for each generator were dated before the bid advertisement appeared in the newspaper.

Corrective action taken: The Police Jury has implemented a plan that will assure that all departments within the Webster Parish Police Jury follow established Police Jury and Louisiana State Bid Law requirements. All purchases are approved by the Purchasing Agent for the Police Jury (Secretary-Treasurer or Asst. Secretary-Treasurer) and all purchases that fall within the LA bid law requirements are maintained in the Secretary-Treasurer's Office, including purchases using grant funds through the Office of Homeland Security.

Reference # and title: **09-F2** **Violation of the Public Bid Law**

Entity-Wide or program /department specific: This finding is specific to the General Fund of the component unit Webster Communications District (E-911).

Origination Date: December 31, 2009.

Condition: The Louisiana State Bid Law R. S. 39:1710 reads in part, "When a local governing authority purchases an item at the state bid price through a local vendor, the local governing authority may pay to the local vendor the costs for shipping, preparing and delivery of the item, provided that these costs shall not exceed the state bid price by... three percent on purchases over twenty thousand dollars".

In testing bids, it was noted that the Communication District purchased a vehicle from a local vendor for more than 3% of the amount of a comparable vehicle under state contract required by the Louisiana State Bid Law.

Corrective action taken: The Communication District at the time of the vehicle purchase acted on information at hand provided by the vendor in good faith. It appears that the shipping, preparing, and delivery costs may have been added above the 3% rule. This cannot be verified as the vendor has since ceased operations and has closed due to economic conditions. At the time of the vehicle purchase the only vehicles that fit our requirements on the bid list, could only be purchased in Alexandria and New Orleans, LA. The Communications District acted on the above information in an effort to purchase a vehicle from within the Parish.

Procedures have been considered to ensure all requirements of the State Bid Law are met in future purchases.

**Webster Parish Police Jury
Schedule of Prior Audit Findings and Questioned Costs
For Year End December 31, 2010**

Reference # and title: 09-F3 Violation of the Code of Federal Regulations (CFR 215.43)

Federal program and specific federal award identification: This finding is specific to the Hazard Mitigation Grant-Statewide Generator Program, CFDA #97.039 for the federal award year 2009 received from the U.S. Dept. of Homeland Security.

Origination Date: December 31, 2009.

Condition: In testing the Statewide Generator Program federal grant, it was noted that the Police Jury purchased two generators with grant funds without advertising for bids as required. In both cases, the bid advertisement was run after the date per the bid proposals received, thus appearing not to have fostered "open and free competition".

Corrective action taken: The Police Jury has implemented a plan that will assure that all departments within the Webster Parish Police Jury follow established Police Jury and Louisiana State Bid Law requirements. All purchases are approved by the Purchasing Agent for the Police Jury (Secretary-Treasurer or Asst. Secretary-Treasurer) and all purchases that fall within the LA bid law requirements are maintained in the Secretary-Treasurer's Office, including purchases using grant funds through the Office of Homeland Security.

Reference # and title: 09-F4 Test of Resident Files

Federal program and specific federal award identification: This finding relates to the Section 8 Housing Choice Voucher Program, CFDA #14.871, for the federal award year 2009 received from U.S. Department of Housing and Urban Development.

Origination Date: December 31, 2008.

Condition: The Community Services Agency must re-examine family income and composition at least once every 12 months and adjust the housing assistance payment (HAP) as necessary using the documentation from third party verifications (24CFR section 982.516). As a condition of admission or continued occupancy, the resident and other family members must provide necessary information, documentation, and releases for the Agency to verify income eligibility (24CFR sections, 5.230, 5.609, and 982.516). The Agency is required to submit Form 50058 electronically to HUD each time the Agency completes an admission, annual reexamination, interim reexamination, portability move in, other changes of unit for a family. Several line items on this form must agree to documentation in the file (24CFR part 908 and 24CFR section 982.158). For both family income examinations and reexaminations, the Agency must obtain and document in the family file third party verification of reporting family income, the value of assets, expenses related to deductions from annual income, and other factors that affect the determination of adjusted income or income based rent (24CFR section 982.516). The Agency must determine income eligibility and calculate the resident's rent payment using the documentation from third party verifications in accordance with 24CFR part 5 subpart F (24CFR section 5.601 and 24CFDR sections 982.201, 982.515 and 982.516).

In testing of 25 resident files, the following was noted:

One instance was noted where no annual recertification for 2009 was in the file.

Three instances were noted where documentation in the file did not agree to the information contained on the critical lines of the Form 50058.

Nine instances were noted where third party verifications were not in the file.

Eight instances were noted where calculations of income were not correct.

**Webster Parish Police Jury
Schedule of Prior Audit Findings and Questioned Costs
For Year End December 31, 2010**

Three instances in which no form 9866 was in the file.

Two instances were noted where an annual inspection was not in the file.

One instance was noted where the rent did not agree to HAP register.

One instance was noted where the contract payment was not between 90-110% of fair market rent.

Corrective action planned: See corrective action plan for current year finding 10-F2.

**Webster Parish Police Jury
Corrective Action Plan for Current Year Audit Findings and Questioned Costs
For Year End December 31, 2010**

Reference # and title: **10-F1** **Violation of the Public Bid Law**

Condition found: The Louisiana State Bid Law R. S. 38:2212.1 reads in part, "all purchases of materials and supplies exceeding the sum of thirty thousand dollars to be paid out of public funds shall be advertised and let by contract to the lowest responsible bidder".

In testing bids, it was noticed the Office of Community Services purchased three security systems for a total of \$54,680, but did not bid out the systems. The systems were all for separate locations, but were purchased from the same vendor at the same time.

Corrective action planned: Procedures will be put into place to ensure that all requirements of the bid law are followed. These will include employee education on all aspects of the state bid law.

Person responsible for corrective action:

Fran Harvey, Executive Director
P. O. Box 876
Minden, LA 71058

Telephone: 318-377-7022
Fax: 318-377-2870

Anticipated completion date: Immediately.

Reference # and title: **10-F2** **Test of Resident Files**

Condition found: The Community Services Agency must re-examine family income and composition at least once every 12 months and adjust the housing assistance payment (HAP) as necessary using the documentation from third party verifications (24CFR section 982.516). As a condition of admission or continued occupancy, the resident and other family members must provide necessary information, documentation, and releases for the Agency to verify income eligibility (24CFR sections, 5.230, 5.609, and 982.516). The Agency is required to submit Form 50058 electronically to HUD each time the Agency completes an admission, annual reexamination, interim reexamination, portability move in, other changes of unit for a family. Several line items on this form must agree to documentation in the file (24CFR part 908 and 24CFR section 982.158). For both family income examinations and reexaminations, the Agency must obtain and document in the family file third party verification of reporting family income, the value of assets, expenses related to deductions from annual income, and other factors that affect the determination of adjusted income or income based rent (24CFR section 982.516). The Agency must determine income eligibility and calculate the resident's rent payment using the documentation from third party verifications in accordance with 24CFR part 5 subpart F (24CFR section 5.601 and 24CFDR sections 982.201, 982.515 and 982.516).

In testing of 15 resident files, the following was noted:

- There was one instance of an EIV check not being performed for income verification.
- There were four instances of the incorrect information being used for the income calculation.
- There were four instances of the incorrect utility allowance being used.
- There were four instances of keypunch errors from entering information on the Form 50058.
- There was one instance of the 50058 being completed before the inspection was performed.
- There was one exception of a balance remaining in an FSS account after the tenant was terminated from the program.

In testing of 25 vendor checks, the following was noted:

- There were two instances of the HAP payment being incorrectly calculated.

**Webster Parish Police Jury
Corrective Action Plan for Current Year Audit Findings and Questioned Costs
For Year End December 31, 2010**

Corrective action planned: Staff will be encouraged to take greater care in determining income calculations and assigning utility allowances, as well as actual data entry into the computer.

Person responsible for corrective action:

Fran Harvey, Executive Director
P. O. Box 876
Minden, LA 71058

Telephone: 318-377-7022
Fax: 318-377-2870

Anticipated completion date: Immediately.

Reference # and title: **10-F3** **Depository Agreement**

Condition found: According to HUD regulations, the Housing Authority is required to enter into depository agreements with their financial institutions in a form required by HUD in the ACC. The agreements serve as safe guards for Federal funds and provide third-party rights to HUD.

The Agency was not aware of this requirement and was unable to provide the auditor with depository agreements with any of their financial institutions.

Corrective action planned: A depository agreement will be completed with the financial institution and retained on premise.

Person responsible for corrective action:

Fran Harvey, Executive Director
P. O. Box 876
Minden, LA 71058

Telephone: 318-377-7022
Fax: 318-377-2870

Anticipated completion date: July 31, 2011.

Reference # and title: **10-F4** **Utility Allowances**

Condition found: The agency did perform a review of the utility allowances for the fiscal year and there were changes of greater than ten percent for a few of the utility categories, but no adjustments were made to the utility allowances.

Corrective action planned: Utility allowances will be reviewed and adjustments made as needed and necessary.

Person responsible for corrective action:

Fran Harvey, Executive Director
P. O. Box 876
Minden, LA 71058

Telephone: 318-377-7022
Fax: 318-377-2870

Anticipated completion date: September 30, 2011.

**Webster Parish Police Jury
Status of Prior Year Management Letter Item
December 31, 2010**

09-M1

Adequate Policies and Procedures

Comment: During testing of internal controls, we noted that the Police Jury is lacking certain policies and procedures to ensure everyday decisions are within the guideline established by the Police Jury. The policies that the Police Jury is implementing now appear to be created for departments within the Police Jury, and not for the Police Jury as a whole.

Management's response: The Webster Parish Police Jury has set up a separate set of policies and procedures to address various issues within the Webster Parish Police Jury Office. The Office of the Police Jury does have a backup contingency and recovery policy for the computer system within the Police Jury office. Daily backup is done on the entire system remotely and stored in off-site facility (Software and Services in Shreveport, Louisiana). The backup covers all information including financials and the files of the WPPJ that have been scanned through the Laser finch system. The WPPJ Secretary-Treasurer has addressed only the activities of her office; the offices of the WP Library System, District Attorney, District Judge, etc. are separate and maintain their controls independently.