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

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2002

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 01/16/03

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

FINANCIAL REPORT
AND OTHER REPORTS
DECEMBER 31, 2002

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JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

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INDEPENDENT AUDITORS' REPORT

To the Jefferson Davis Parish Police Jury
Jennings, Louisiana

We have audited the accompanying primary government financial statements of the Jefferson Davis Parish Police Jury, as of and for the year ended December 31, 2002, as listed in the table of contents. These financial statements are the responsibility of the Jefferson Davis Parish Police Jury's management. Our responsibility is to express an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. In our opinion, the primary government financial statements present fairly, in all material respects, the financial position of the primary government of the Jefferson Davis Parish Police Jury as of December 31, 2002, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

However, the primary government financial statements, because they do not include the financial data of component units of the Jefferson Davis Parish Police Jury, do not purport to, and do not, present fairly the financial position of the reporting entity of the Jefferson Davis Parish Police Jury, as of December 31, 2002, and the results of its operations 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 a report dated June 25, 2003 on our consideration of the Jefferson Davis Parish Police Jury's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

Krielow & Company

Certified Public Accountants

Jennings, Louisiana
June 25, 2003

JEFFERSON DAVIS PARISH POLICE JURY

Jennings, Louisiana

ALL FUND TYPES AND ACCOUNT GROUPS

Combined Balance Sheet as of December 31, 2002

	Governmental Fund Types				Account Group		Total (Memorandum Only)
	General Fund	Special Revenue Funds	Capital Projects Fund	Debt Service Fund	General Long Term Term Debt	General Fixed Assets	
ASSETS AND OTHER DEBITS							
Cash and cash equivalents	\$ 654,930	\$ 2,488,596	\$ 22,092	\$ 38,031	\$ -	\$ -	\$ 3,203,649
Cash held for protested taxes	25,696	109,579	-	7,248	-	-	142,523
Investments	-	569,398	-	-	-	-	569,398
Receivables, net of allowance for doubtful accounts	47,775	350,252	35,000	-	-	-	433,027
Due from other funds	98,455	-	15,000	-	-	-	113,455
Due from other component units	4,000	-	-	-	-	-	4,000
Inventory	4,045	-	-	-	-	-	4,045
Land, buildings, and equipment	-	-	-	-	-	10,060,530	10,060,530
Amounts available in debt service fund	-	-	-	-	34,282	-	34,282
Amounts to be provided for long term debt	-	-	-	-	214,718	-	214,718
TOTAL ASSETS AND OTHER DEBITS	\$ 834,901	\$ 3,517,825	\$ 72,092	\$ 45,279	\$ 249,000	\$ 10,060,530	\$ 14,779,627
LIABILITIES AND FUND EQUITY							
Liabilities:							
Accounts payable	\$ 73,779	\$ 226,673	\$ -	\$ -	\$ -	\$ -	\$ 300,452
Protested taxes payable	25,696	109,579	-	7,248	-	-	142,523
Payroll deductions and withholdings payable	127,180	-	-	-	-	-	127,180
Deferred Revenues	86,225	198,115	-	3,749	-	-	288,089
Due to other funds	-	113,455	-	-	-	-	113,455
General long-term debt	-	-	-	-	249,000	-	249,000
Total Liabilities	\$ 312,880	\$ 647,822	\$ -	\$ 10,997	\$ 249,000	\$ -	\$ 1,220,699
Fund Equity:							
Investment in general fixed assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,060,530	\$ 10,060,530
Fund balances:							
Unreserved - undesignated	522,021	2,870,003	-	-	-	-	3,392,024
Reserved for capital projects	-	-	72,092	-	-	-	72,092
Reserved for debt service	-	-	-	34,282	-	-	34,282
Total Fund Equity	\$ 522,021	\$ 2,870,003	\$ 72,092	\$ 34,282	\$ -	\$ 10,060,530	\$ 13,558,928
TOTAL LIABILITIES AND FUND EQUITY	\$ 834,901	\$ 3,517,825	\$ 72,092	\$ 45,279	\$ 249,000	\$ 10,060,530	\$ 14,779,627

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
GOVERNMENTAL FUND TYPES

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
 For the Year Ended December 31, 2002

	General Fund	Special Revenue Funds	Capital Project Fund	Debt Service Fund	Total (Memorandum Only)
REVENUES					
Taxes:					
Ad valorem	\$ 398,936	\$ 1,384,828	\$ -	\$ 50,437	\$ 1,834,201
Other taxes, penalties, and interest	3,791	-	-	-	3,791
Licenses and permits	188,843	-	-	-	188,843
Intergovernmental revenues:					
Federal funds:					
Federal grants	131,365	484,240	-	-	615,605
State funds:					
Parish transportation funds	-	317,940	-	-	317,940
State revenue sharing (net)	110,589	37,521	-	-	148,110
Parish equalization funds	766,376	-	-	-	766,376
Other	11,600	315,320	-	-	326,920
Local funds - other	13,000	164,030	-	-	177,030
Fees, charges, and commissions for services	23,246	-	-	-	23,246
Fines and forfeitures	-	1,488,445	-	-	1,488,445
Use of money and property	8,201	77,460	106	65	85,832
Other revenues	43,378	335,937	-	-	379,315
Total revenues	\$ 1,699,325	\$ 4,605,721	\$ 106	\$ 50,502	\$ 6,355,654
EXPENDITURES					
General government:					
Legislative	\$ 168,202	\$ -	\$ -	\$ -	\$ 168,202
Judicial	157,854	1,496,544	-	-	1,654,398
Elections	35,480	-	-	-	35,480
Finance and administrative	246,819	-	-	699	247,518
Other	334,080	652,637	539	-	987,256
Public safety	261,081	936,548	-	-	1,197,629
Public works	1,530	1,262,342	-	-	1,263,872
Health and welfare	183,242	420,982	-	-	604,224
Culture and recreation	49,863	-	-	-	49,863
Economic development and assistance	31,882	-	-	-	31,882
Capital Outlay	-	16,624	-	-	16,624
Debt service:					
Principal payments	-	-	-	20,000	20,000
Interest payments	-	-	-	8,542	8,542
Total expenditures	\$ 1,470,033	\$ 4,785,677	\$ 539	\$ 29,241	\$ 6,285,490
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 229,292	\$ (179,956)	\$ (433)	\$ 21,261	\$ 70,164
OTHER FINANCING SOURCES (USES)					
Proceeds from Certificates of Indebtedness	\$ -	\$ 110,000	\$ -	\$ -	\$ 110,000
Operating transfers in	-	510,000	-	19,078	529,078
Operating transfers (out)	(495,000)	(19,078)	-	(15,000)	(529,078)
Transfers to other governments	(80,000)	-	-	-	(80,000)
Total other financing sources (uses)	\$ (575,000)	\$ 600,922	\$ -	\$ 4,078	\$ 30,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ (345,708)	\$ 420,966	\$ (433)	\$ 25,339	\$ 100,164
FUND BALANCES AT BEGINNING OF YEAR	867,729	2,449,037	72,525	8,943	3,398,234
FUND BALANCES AT END OF YEAR	\$ 522,021	\$ 2,870,003	\$ 72,092	\$ 34,282	\$ 3,498,398

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
GENERAL AND SPECIAL REVENUE FUNDS

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Basis)

For the Year Ended December 31, 2002

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes:						
Ad valorem	\$ 398,938	\$ 398,939	\$ 1	\$ 1,375,245	\$ 1,375,253	\$ 8
Other taxes, penalties, and interest	4,819	4,820	1	9,585	9,586	1
Licenses and permits	168,827	168,827	-	-	-	-
Intergovernmental revenues:						
Federal funds:						
Federal grants	112,233	112,233	-	467,069	467,069	-
State funds:						
Parish transportation funds	-	-	-	314,678	314,678	-
State revenue sharing (net)	110,589	110,589	-	37,521	37,521	-
Parish equalization funds	768,768	768,768	-	-	-	-
Other	12,945	12,945	-	284,586	284,590	4
Local funds - other	13,000	13,000	-	197,296	197,299	3
Fees, charges, and commissions for services	22,815	22,816	1	-	-	-
Fines and forfeitures	-	-	-	531,261	531,262	1
Use of money and property	7,762	8,206	444	53,300	77,461	24,161
Other revenues	44,452	44,305	(147)	342,692	342,696	4
Total revenues	\$ 1,665,148	\$ 1,665,448	\$ 300	\$ 3,613,233	\$ 3,637,415	\$ 24,182
EXPENDITURES						
General government:						
Legislative	\$ 168,359	\$ 168,361	\$ (2)	\$ -	\$ -	\$ -
Judicial	151,768	151,773	(5)	544,114	544,120	(6)
Elections	34,372	34,374	(2)	-	-	-
Finance and administrative	249,444	249,445	(1)	-	-	-
Other	328,403	328,406	(3)	657,684	657,799	(115)
Public safety	237,507	237,510	(3)	935,608	935,655	(47)
Public works	1,530	1,530	-	1,332,350	1,332,259	91
Health and welfare	171,245	171,245	-	420,982	420,982	-
Culture and recreation	49,999	50,001	(2)	-	-	-
Economic development and assistance	29,234	29,236	(2)	-	-	-
Capital Outlay	-	-	-	16,622	16,625	(3)
Total expenditures	\$ 1,421,861	\$ 1,421,881	\$ (20)	\$ 3,907,360	\$ 3,907,440	\$ (80)
EXCESS (DEFICIENCY) OF REVENUES (OVER EXPENDITURES)	\$ 243,287	\$ 243,567	\$ 280	\$ (294,127)	\$ (270,025)	\$ 24,102
OTHER FINANCING SOURCES (USES)						
Proceeds from Certificates of Indebtedness	\$ -	\$ -	\$ -	\$ 110,000	\$ 110,000	\$ -
Operating transfers in	-	-	-	510,000	510,000	-
Operating transfers (out)	(495,000)	(495,000)	-	(19,078)	(19,078)	-
Transfers to other governments	(80,000)	(80,000)	-	-	-	-
Total other financing sources (uses)	\$ (575,000)	\$ (575,000)	\$ -	\$ 600,922	\$ 600,922	\$ -
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ (331,713)	\$ (331,433)	\$ 280	\$ 306,795	\$ 330,897	\$ 24,102
FUND BALANCES AT BEGINNING OF YEAR	777,913	777,913	-	2,524,750	2,524,750	-
FUND BALANCES AT END OF YEAR	\$ 446,200	\$ 446,480	\$ 280	\$ 2,831,545	\$ 2,855,647	\$ 24,102

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
CAPITAL PROJECT AND DEBT SERVICE FUNDS

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
 Budget and Actual (Non-GAAP Basis)

For the Year Ended December 31, 2002

	Capital Projects Fund			Debt Service Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes:						
Ad valorem	\$ -	\$ -	\$ -	\$ 50,437	\$ 50,440	\$ 3
Use of money and property	106	106	-	65	65	-
Other Revenues	-	-	-	-	-	-
Total revenues	\$ 106	\$ 106	\$ -	\$ 50,502	\$ 50,505	\$ 3
EXPENDITURES						
General government:						
Finance and administrative	\$ -	\$ -	\$ -	\$ 700	\$ 699	\$ 1
Other	3,741	3,742	(1)	-	-	-
Debt service						
Principal payments	-	-	-	20,000	20,000	-
Interest payments	-	-	-	8,541	8,542	(1)
Total expenditures	\$ 3,741	\$ 3,742	\$ (1)	\$ 29,241	\$ 29,241	\$ -
EXCESS (DEFICIENCY) OF REVENUES (OVER EXPENDITURES)	\$ (3,635)	\$ (3,636)	\$ (1)	\$ 21,261	\$ 21,264	\$ 3
OTHER FINANCING SOURCES (USES)						
Operating transfers in	\$ -	\$ -	\$ -	\$ 19,078	\$ 19,078	\$ -
Operating transfers (out)	-	-	-	(15,000)	(15,000)	-
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ 4,078	\$ 4,078	\$ -
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ (3,635)	\$ (3,636)	\$ (1)	\$ 25,339	\$ 25,342	\$ 3
FUND BALANCES AT BEGINNING OF YEAR	25,728	25,728	-	8,945	8,945	-
FUND BALANCES AT END OF YEAR	\$ 22,093	\$ 22,092	\$ (1)	\$ 34,284	\$ 34,287	\$ 3

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2002

INTRODUCTION

The Jefferson Davis Parish Police Jury is the governing authority for Jefferson Davis Parish and is a political subdivision of the State of Louisiana. The police jury is governed by 13 jurors representing the various districts within the parish. The jurors serve four-year terms, which expire on January 12, 2004.

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

Jefferson Davis Parish occupies 650 square miles with a population of approximately 31,400. The police jury maintains approximately 604 miles of roads, 132 paved and 472 gravel. Police jury offices are located in the parish courthouse in Jennings with road maintenance facilities located at five primary locations within the parish.

The accounting and reporting policies of the primary government of the Jefferson Davis Parish Police Jury conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of the Louisiana Revised Statutes 24:517 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide, *Audits of State and Local Governmental Units*, published by the American Institute of Certified Public Accountants. Our examination was also made in accordance with the provisions of *Government Auditing Standards*, promulgated by the United States Comptroller General, as they pertain to financial and compliance audits.

The following is a summary of the more significant accounting policies.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

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

GASB Statement No. 14 established criteria for determining which component units should be considered part of the Jefferson Davis Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is the financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2002

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

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

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

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2002

The police jury has chosen to issue financial statements of the primary government (police jury) only; therefore, none of the previously listed component units are included in the accompanying financial statements.

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

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

Considered in the determination of component units of the reporting entity were the Clerk of Court, Tax Assessor, School Board, Sanitary Landfill Commission, the District Attorney for the Thirty-First Judicial District, and the various municipalities in the parish. It was determined that these governmental entities are not component units of the Jefferson Davis Parish Police Jury reporting entity. All are governed by independently elected officials except the Landfill Commission which has Commissioners appointed by the member governments (see Note 16). The police jury, primary government, neither appoints governing boards nor designates management, the entities are legally separate, and are fiscally independent of the Jefferson Davis Parish Police Jury. They are considered by the police jury to be separate, autonomous governments and issue financial statements separate from those of the Jefferson Davis Parish Police Jury reporting entity.

B. BASIS OF PRESENTATION

The accompanying financial statements of the Jefferson Davis Parish Police Jury have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

C. FUND ACCOUNTING

The accounts of the police jury are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets liabilities, fund equity, revenues and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into four generic fund types and two broad fund categories. A description of the fund types and account groups used by the police jury follows.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2002

Governmental Funds

Governmental funds are used to account for all or most of the police jury's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds include:

General Fund

The General Fund is the general operating fund of the police jury and accounts for all financial resources, except those required to be accounted for in other funds.

Special Revenue Funds

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

Capital Projects Funds

Used to account for the revenues and expenditures associated with building and site improvements.

Debt Service Funds

Used to account for annual payments of principal and interest on long-term general obligation debt.

Account Groups

General Fixed Asset Account Group

Used to record the police jury's fixed assets

General Long-Term Debt Account Group

Used to record the police jury's long-term liabilities.

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. 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 modified accrual basis of accounting is used by all governmental funds. The governmental funds use the following practices in recording revenues and expenditures:

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2002

Revenues

Ad valorem taxes and the related state revenue sharing (which is based on population and homesteads in the parish) are recorded as revenue in the budgetary period the taxes are intended to finance. Ad valorem taxes are assessed on a calendar year basis, become due on November 15, of each year, and become delinquent after December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year.

Federal and state aid and grants are recorded when the parish is entitled to the funds.

Interest income on time deposits is recorded when the interest has been earned.

Substantially all other revenues are recognized in the accounting period in which they become available and measurable. Revenues received within 60 days of year-end are considered available.

Expenditures

Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (and any other financing source/use) are accounted for as other financing sources (uses).

E. BUDGET PRACTICES

The proposed budget for the fiscal year ended December 31, 2002, was made available for public inspection at the police jury office on December 18, 2001. A public hearing was held on December 28, 2001, for suggestions and comments from taxpayers, and the proposed budget was formally adopted by the police jury on December 28, 2001. The budget, which included proposed expenditures and the means of financing them for the General Fund and all special revenue funds, was published in the official journal ten days prior to the public hearing.

The budget is prepared on a cash basis of accounting. Formal budget accounts are integrated into the accounting system during the year as a management control device, and the budget is amended with the approval of the police jury when necessary. Unexpended appropriations lapse at year end and must be reappropriated in the next year's budget to be expended. Formal encumbrance accounting is not utilized by the Police jury. Budget amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments. The reconciliation of amounts reported on Page 5 and 6 to amounts reported on Page 4 is as follows:

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	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses - Page 5 and 6	\$ (331,433)	\$ 330,897	\$ (3,636)	\$ 25,342
Add:				
Current-year receivables	47,775	350,252	35,000	-
Current-year residual equity transfer	-	-	-	-
Current-year amounts due from other funds	98,455	-	15,000	-
Prior-year payables	40,408	296,338	3,203	-
Prior-year amounts due to other funds	-	110,827	-	-
Prior-year residual equity transfer	-	-	-	-
Less:				
Current-year residual equity transfer	-	-	-	-
Current-year payables	73,779	226,673	-	-
Current-year amounts due to other funds	-	113,455	-	-
Prior-year receivables	31,310	327,220	35,000	3
Prior-year amounts due from other funds	95,824	-	15,000	-
Prior-year residual equity transfer	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses - Page 4	<u>\$ (345,708)</u>	<u>\$ 420,966</u>	<u>\$ (433)</u>	<u>\$ 25,339</u>

The reconciliation of amounts reported on Page 5 and 6 as fund balance at end of year to amounts reported as cash and cash equivalents reported on Page 3 is as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>
Fund balance at end of year- Page 5 and 6	\$ 446,480	\$ 2,855,647	\$ 22,092	\$ 34,287
Add:				
Payroll deduction	127,180	-	-	-
Cash on hand	111,921	307,697	-	10,997
Other adjustments	-	4,229	-	-
Less:				
Inventory on hand	4,045	-	-	-
Investments	-	(569,398)	-	-
Other adjustments	910	-	-	5
Cash and cash equivalents- Page 3	<u>\$ 680,626</u>	<u>\$ 2,598,175</u>	<u>\$ 22,092</u>	<u>\$ 45,279</u>

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Notes to the Financial Statements
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F. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money-market 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 of the United States, or under the laws of the United States.

G. 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.

H. INVENTORIES

Inventories are valued at the lower of cost (first-in, first-out) or market. Inventories in the governmental funds consist of expendable supplies held for consumption. The expenditures are recognized when the items are consumed.

I. FIXED ASSETS AND LONG-TERM OBLIGATIONS

Fixed assets of governmental funds are recorded as expenditures at the time purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. Public domain or infrastructures are not capitalized. Interest costs incurred during construction are capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost, or estimated historical cost if historical cost is not available. Assets with estimated costs amounted to approximately \$1,703,762.

Long-term obligations expected to be financed from governmental funds are accounted for in the general long-term debt account, not in the governmental funds.

The two account groups are not funds. They are concerned only with the measurement of financial position, not with measurement of results of operations.

J. COMPENSATED ABSENCES

Employees of the police jury earn one week of vacation leave after six months of employment and two weeks each year thereafter. Employees also earn five days of sick leave each year. All leave must be taken during the year earned. Upon resignation, unused leave is forfeited. There are no accumulated and vested benefits relating to vacation and sick leave that require disclosure to conform with generally accepted accounting principles.

K. TOTAL COLUMNS ON COMBINED STATEMENTS

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations

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in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

L. RISK MANAGEMENT

The police jury is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The police jury manages these losses through the purchase of commercial insurance.

2. CASH AND CASH EQUIVALENTS

At December 31, 2002, the police jury has cash and cash equivalents (book balances) totaling \$3,346,172, as follows:

Cash held for protested taxes	\$ 142,523
On hand (undeposited checks)	288,089
Demand deposits	2,162,068
Time deposits	<u>753,492</u>
Total	<u>\$ 3,346,172</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. Cash and cash equivalents (bank balances) at December 31, 2002, are secured as follows:

Bank Balance	<u>\$ 3,092,492</u>
Insured (FDIC)	\$ 356,575
Uninsured, Uncollateralized:	
Pledged securities held by pledging Bank's agent in Bank's name	<u>2,735,917</u>
Total	<u>\$ 3,092,492</u>

Even though the pledged securities are considered uncollateralized-uninsured 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.

3. INVESTMENTS

At December 31, 2002, the police jury has investments totaling \$569,398. The carrying amount approximates the fair value. These investments consist of time deposits that are secured by a pledge of securities from the underlining financial institution. These are considered uninsured-uncollateralized (Category 3) under the provisions of GASB statement 3.

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4. RESTRICTED ASSETS

Restricted assets were applicable to the following at December 31, 2002:

	Capital Projects Fund	Debt Service
Cash	\$ 22,092	\$ 45,279
Receivables, net of allowance for doubtful accounts	35,000	-
Due from other funds	15,000	-
Total	\$ 72,092	\$ 45,279

The capital projects amounts are to be used in the construction of the Jefferson Davis Parish County Agent Office, improvements for SubRoad District #2 and improvements and maintenance for Fire District #6. The debt service funds are restricted to the payment of bond and loan principal, interest and related debt financing costs only.

5. RECEIVABLES

The following is a summary of receivables at December 31, 2002:

Class of Receivable	General Fund	Special Revenue Funds	Capital Projects Funds	Debt Service Funds
Intergovernmental-Grants:				
Federal	\$ 35,473	\$ 29,841	\$ -	\$ -
State	-	3,232	-	-
Intergovernmental-Other	3,442	152,855	35,000	-
Other receivables	8,860	164,324	-	-
Sub-total	\$ 47,775	\$ 350,252	\$ 35,000	\$ -
Less: Allowance for doubtful accounts	-	-	-	-
Total	\$ 47,775	\$ 350,252	\$ 35,000	\$ -

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

When the police jury assumed the Section 8 program in 1994 from the Acadia-Vermilion Community Action Program (AVCAP), \$83,880 belonging to the program was retained and spent by AVCAP. On September 21, 2000, a stipulated judgement was rendered in favor of the police jury and against Assist Agency, the successor to AVCAP, for the recovery of these funds. Assist Agency has agreed to comply with the judgement, and as a result, a receivable was established to record the reimbursable amount. According to this agreement, Assist Agency would pay a sum of ten to fifteen thousand dollars of unrestricted funds by January 1, 2001 to the police jury. As of December 31, 2002 the police jury has not received the sum agreed upon. In addition, under this agreement, the Assist Agency agreed to pay \$500 per month until the debt is paid in full. The police jury has received the scheduled payments. For the year ended December 31, 2002, the police jury received \$6,000 from Assist Agency as payment toward this debt. The remaining debt owed by Assist Agency to the police jury is \$70,380 included in the special revenue fund receivables above.

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On December 18, 1997, the district attorney signed an agreement to pay the police jury \$100,000 to help defray the cost of building a new county agent office so that more office space could be provided to the district attorney. The first \$50,000 payment was received as scheduled in 1997. An additional \$15,000 was paid to the police jury in 2001, leaving a receivable of \$35,000. The district attorney paid expenses for office furnishings and other items that is normally an expense to the police jury. As of December 31, 2002, the police jury has not yet reached a final verification of the expense in return for the \$35,000 owed by the district attorney.

6. INTERFUND ASSETS/LIABILITIES

Individual fund balances due from/to other funds at December 31, 2002, are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 98,455	\$ -
Special Revenue Funds:		
Court House Maintenance	-	19,227
Criminal Court	-	67,859
Fire District #1	-	18,000
Section 8 Housing	-	8,369
Capital Projects Funds:		
County Agent Project	15,000	-
Total	<u>\$ 113,455</u>	<u>\$ 113,455</u>

7. CHANGES IN FIXED ASSETS

The changes in general fixed assets follows:

	<u>Balance January 1, 2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31, 2002</u>
Land	\$ 223,397	\$ -	\$ 5,000	\$ 218,397
Buildings	4,900,221	-	-	4,900,221
Equipment and furniture	4,850,239	425,751	334,078	4,941,912
Total	<u>\$9,973,857</u>	<u>\$ 425,751</u>	<u>\$ 339,078</u>	<u>\$10,060,530</u>

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8. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

A summary of general long-term obligation transactions for the year ended December 31, 2002 is as follows:

<u>Description</u>	<u>Balance at January 1, 2002</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance at December 31 2002</u>
General Obligation Bonds:				
\$73,000 Fire District No. 7 Bonds originally issued with interest at 5.23%. Dated 3-1-94, maturing 3-1-14, due in annual installments of \$3,000 through 2004.	\$ 55,000	\$ -	\$ 3,000	\$ 52,000
\$110,000 Fire District No. 4 certificates of indebtedness originally issued with interest at 4.65%, dated 6-6-02, maturing 3-1-09, due in annual installments of \$14,000 through 2003.	-	110,000	-	110,000
\$70,000 Fire District No. 6 certificates of indebtedness originally issued with interest at 6.00%. Dated 7-1-95, maturing 3-1-2002, due in annual installments of \$12,000 through 2002.	12,000	-	12,000	-
\$96,000 SubRoad District No. 2 bonds originally issued with interest at 4.50%. Dated 4-1-99, maturing 4-1-14, due in annual installments of \$5,000 through 2003.	92,000	-	5,000	87,000
	<u>\$ 159,000</u>	<u>\$ 110,000</u>	<u>\$ 20,000</u>	<u>\$ 249,000</u>

At December 31, 2002, the police jury has accumulated \$34,282 in debt service funds for future debt requirements. The annual requirements to amortize all bonds outstanding at December 31, 2002, including interest of \$61,781, are as follows:

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Year Ending	General Obligation Bonds
2003	\$ 32,828
2004	33,754
2005	33,598
2006	33,383
2007	33,488
2008-2012	113,265
2013-2017	<u>30,465</u>
	\$ 310,781
Less Interest	<u>61,781</u>
Outstanding Principal	<u>\$ 249,000</u>

General obligation bonds, \$249,000, are secured by an annual ad valorem tax levy. In accordance with Louisiana Revised Statute 39:562, the police jury is legally restricted from incurring long-term bonded debt in excess of 10 percent of the assessed value of taxable property in the parish. At December 31, 2002, the statutory limit is \$5,984,618.

9. 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. The following details the amount due at December 31, 2002:

Balance due at January 1, 2002	\$ 23,417
Amount due for 2002	<u>-</u>
Total	\$ 23,417
Remitted during 2002	<u>-</u>
Balance due at December 31, 2002	<u>\$ 23,417</u>

10. LEVIED TAXES

The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>
Parishwide taxes:		
General	7.92	7.92
Courthouse maintenance	5.44	5.44
District taxes:		
Road District No. 10 maintenance	12.07	12.07
Road District No. 11 maintenance	11.10	11.10
Road District No. 12 maintenance	11.34	11.34
Sub-road District No. 1 of Road District No. 11 maintenance	10.55	10.55
Sub-road District No. 2	14.00	14.00

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Fire Protection Districts:		
No. 1 maintenance	10.16	10.16
No. 2 maintenance	12.15	12.15
No. 3 maintenance	5.41	5.41
No. 4 maintenance	6.87	6.87
No. 5 maintenance	5.07	5.07
No. 5 Special	5.11	5.11
No. 6 maintenance	8.44	8.44
No. 6 special	5.47	5.47
No. 7 maintenance	9.47	9.47
No. 7 bond and coupon	11.00	11.00

11. PENSION PLANS

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

A. Parochial Employees Retirement System of Louisiana (PERS)

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

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

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

Funding Policy. Under Plan A, members are required by state statute to contribute 9.50% of their annual covered salary and the Police jury is required to contribute at an statutory rate based on actuarially determined computations. The rate for 2002 is 7.75% of covered payroll. Contributions to the System also include one-fourth of one percent of the taxes shown to be collectible (except for Orleans and East Baton Rouge parishes) by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Police jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Police jury's contribution to the System under Plan A for the year ending December 31, 2002, 2001 and 2000 was \$89,520, \$83,138, \$87,874, respectively, equal to the required contributions for each year.

B. Deferred Retirement Option Plan (DROP)

Plan Description. The system is composed of two distinct plans, Plan A and Plan B, with separate eligibility provisions. Two employees are members of Plan A.

Only those members who have been eligible for normal retirement for one full year are eligible for DROP. Also, credit based on reciprocal recognition may not be used in DROP eligibility. A member who becomes a DROP participant ceases to be a member of the system and loses all rights of membership. No credit for retirement is earned during DROP. The duration of the DROP period must be specified and may not be extended. You may enter DROP only once. The plan allows the pension benefit that is accrued at that point in time (eligible for retirement for one year) to be calculated and to accumulate with the retirement system while the DROP participant continues to work, freezing the future retirement benefits at retirement. The pension benefit is calculated as if the member were actually retiring. This DROP amount is deposited to a DROP account with the retirement system for a period not to exceed 3 years. The participant continues to work during this period of time. At the end of the DROP period and upon termination of employment, the sum of the DROP account is paid out and the retiree begins receiving that same benefit directly as the retirement benefit. This is the same amount that was calculated for DROP payments. The participant has forfeited earning additional credit during the DROP period in return for the accumulation of the DROP account. Under Plan A, the eligibility provisions are 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. The accumulated DROP account will not be paid out until the system receives written verification from the employer that the participant has actually terminated service. Payment may be made in a lump sum or in an annuity which will consist of payments calculated on the same basis chosen for the member's normal retirement option including the same interest rate assumption and mortality rates.

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

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Funding Policy. Under Plan A, employee contributions cease but employer contributions continue. The rate for 1997 for the police jury to contribute is 7.75% of covered payroll. The contribution requirements of the police jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The police jury's contribution to the system under Plan A for the year ending December 31, 2002, 2001 and 2000 was \$7,771, \$7,681, and \$512 respectively, equal to the required contribution for each year.

C. Louisiana District Attorneys' Retirement System (LDARS)

Plan Description. The police jury pays a portion of the district attorney and assistant district attorneys salaries per LA RS 16:6. The district attorney and assistant district attorneys are members of the Louisiana District Attorneys Retirement System (System), a multiple-employer (cost-sharing), public employee retirement system(PERS), controlled and administered by a separate board of trustees.

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

Funding Policy. Members are required by state statute to contribute 7.0 % of their annual covered salary and the police jury is required to contribute at a statutory rate based on actuarially determined computations. The rate for 2001 is 0 % of covered payroll. Contributions to the System also include .2 percent of the ad valorem taxes collected throughout the state and revenue sharing funds as appropriated by the legislature. The .2 percent is the statutory set rate that can be adjusted by the Public Retirement Systems' Actuarial Committee. State statute requires covered employees to contribute 7.0 % of their salaries to the System and requires each district attorney to provide employer contributions as needed to actuarially fund the system. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The police jury's contribution to the system for the year ending December 31, 2002, 2001 and 2000 was \$0, \$0, \$0, respectively, equal to the required contributions for each year.

D. Louisiana State Employees' Retirement System (LASERS)

Plan Description. The police jury also pays a portion of the Ward 2 judges salary per LA R.S. 13:1874. The judge participates in the Louisiana State Employees' Retirement System (LASERS), a multiple-employer (cost sharing) public employee retirement system (PERS), controlled and administered by a separate board of trustees.

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

Service and age requirements in order for a member to retire are established by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana State Retirement System, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809, or call 1-800-256-3000.

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Funding Policy. Members are required by state statute to contribute 11.5% of their annual covered salary and the police jury is required to contribute at a statutory rate based on actuarially determined computations. The rate for 2002 is 14.1 % of covered payroll. State statute required covered employees to contribute 7 percent of their salaries to the System and requires each district attorney to provide employer contributions as needed to actuarially fund the system. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The police jury's contribution to the System for the year ending December 31, 2002, 2001 and 2000 was \$565, \$542, \$527, respectively, equal to the required contributions for each year.

12. OTHER POST-EMPLOYMENT BENEFITS

The police jury provides post-employment benefit options for hospitalization insurance and medicare supplemental insurance for retired police jury employees, police jury members and their spouses. The benefits are provided in accordance with police jury policy. The criteria to determine eligibility include years of service and employee age. The police jury funds the benefits on a pay-as-you-go basis. Eligible employees are required to pay a set percentage rate of the premiums set at the same rate the jury sets for its active employees. The police jury will fund the remaining percentage of the premiums. In 2002, the employer rate for regular employees was set at 80% of the premiums, and the employer rate for Criminal Court Fund employees was set at 70% of the premiums. During 2002, four participants were currently eligible and \$24,528 of expenses was recognized for post-employment benefits. Expenses for post-retirement benefits are recognized as eligible participant premiums are paid.

13. ACCOUNTS, SALARIES, AND OTHER PAYABLES

The payables of \$570,155 at December 31, 2002, are as follows:

<u>Class of Payable</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Debt Service Funds</u>
Accounts	\$ 73,779	\$ 226,673	\$ -	\$ -
Protested taxes payable	25,696	109,579	-	7,248
Payroll deductions and withholdings	127,180	-	-	-
Total	<u>\$ 226,655</u>	<u>\$ 336,252</u>	<u>\$ -</u>	<u>\$ 7,248</u>

14. LEASES

The police jury records items under capital leases as an asset and an obligation in the accompanying financial statements. At December 31, 2002, the police jury was not committed to any long-term lease-purchase agreements.

The police jury has operating leases of the following nature:

<u>Lease of</u>	<u>Term</u>	<u>Annual Consideration</u>
Maintenance yard	6-1-02 to 5-31-03	\$ 1,200
Fire station building	6-16-80 to 6-15-10	100
Fire equipment storage	6-1-92 to 5-31-12	10
Graders	5-4-02 to 5-24-05	63,860

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The minimum annual commitments under non-cancelable operating leases for buildings, land, and office facilities are as follows:

Fiscal year:	
2003	\$ 63,970
2004	63,970
2005	26,719
2006	110
Thereafter	<u>360</u>
Total	<u>\$ 155,129</u>

15. LITIGATION AND CLAIMS

The police jury is involved as a defendant in law suits for personal injury, injunctive relief, mandatory injunction, and damages stemming from denial of property rezoning. No estimate of award or potential exposure to the police jury can be made at this time.

16. LANDFILL JOINT VENTURE

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

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

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

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

Condensed financial information for the Jefferson Davis Parish Sanitary Landfill as of December 31, 2002 were as follows:

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2002

	<u>Total</u>	<u>Police Jury (33.7991%)</u>
Total assets	\$ 7,598,497	\$ 2,568,224
Total liabilities	44,605	15,076
Total equity	7,553,892	2,553,148
Total liabilities and equity	7,598,497	2,568,224
Total revenues	853,967	288,633
Total expenditures	797,326	269,489
Net increase (decrease) in fund balance	56,641	19,144

As of December 31, 2002, the Commission had no long-term debt outstanding.

During 2002, the Commission voted to make a distribution to the participating governments in the amount of \$250,000. In addition, the Commission distributed \$40,000 to the participating governments for economic development. For the Jefferson Davis Parish Police Jury, the distribution amounted to \$94,498, of which \$84,498 was based on household percentages as explained above, and is recorded as other intergovernmental revenues in the Special Revenue Account Fund. The \$10,000 distribution is recorded in the General Fund. There are no amounts due to this member government at December 31, 2002.

17. FEDERAL GRANTS

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

18. RESERVED FUND BALANCE

Reservations of fund balance show amounts that are not appropriate for expenditure or are legally restricted for specific uses. Generally, the purpose for each is indicated by the account title on the face of the balance sheet. The capital projects fund balance reserve is to be used for construction of a new County Agent office building, improvements for SubRoad District #2 and improvements and maintenance for Fire District #6. The debt service fund balance reserve is to be used for the payment of bond and loan principal, interest and related debt financing costs only.

19. FUND DEFICITS

The following individual fund had a deficit in unreserved fund balance at December 31, 2002:

<u>Fund</u>	<u>Deficit Amount</u>
Criminal Court Fund	\$ 32,315

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year ended December 31, 2002

20. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended December 31, 2002, the following individual funds had expenditures which exceeded appropriations (cash basis):

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund	\$ 1,421,861	\$ 1,421,881	\$ 20
Fire District No. 3	127,722	127,756	34
Courthouse Maintenance	169,024	169,030	6
Criminal Court	621,650	621,656	6
Total	<u>\$ 2,340,257</u>	<u>\$ 2,340,323</u>	<u>\$ 66</u>

21. WIRELESS E911 SERVICE

The Jefferson Davis Parish Police Jury is in Phase 1 of implementing wireless E911 services. For the year ended December 31, 2002 the police jury collected \$102,908 from emergency telephone service charge from wireless systems. The funds collected from the service charge will be used to buy and lease necessary equipment, supplies, and other items needed to implement wireless E911 services.

22. NEW REPORTING STANDARD

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This Statement establishes new financial reporting requirements for state and local governments throughout the United States. When implemented, it will require new information and restructure much of the information that governments have presented in the past. Comparability with reports issued in all prior years will be affected. The police jury is required to implement this standard for the fiscal year ending December 31, 2004. The police jury has not yet determined the full impact that adoption of GASB Statement 34 will have on the financial statements.

SUPPLEMENTAL INFORMATION

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2002

SPECIAL REVENUE FUNDS

COMMUNICATION DISTRICT FOR E-911

The Communications District for E-911 Fund accounts for expenditures for the developing, maintaining, and operating of a parish-wide Emergency 911 system. Means of financing is provided through telephone user charges.

WIRELESS E-911 FEES

The Wireless E-911 Fees Fund accounts for revenues and expenditures for developing a parish-wide emergency E911 system for wireless phones. Means of financing is provided through wireless telephone user charges.

SPECIAL REVENUE ACCOUNT FUND

The Special Revenue Account Fund accounts for monies distributed by the Jeff Davis Parish Sanitary Landfill Commission as a return of previous Police jury investments in the Landfill joint venture (see Note 16). The funds are available for use at the discretion of the Police jury.

PARISH ROAD MAINTENANCE FUND

The Parish Road Maintenance Fund accounts for expenditures for the constructing, improving, and maintaining of roads and bridges in the parish. Means of financing is provided by the State of Louisiana Parish Transportation and Royalty Road Funds.

ROAD DISTRICT MAINTENANCE FUNDS

The Road District Maintenance Funds account for maintenance and upkeep of parish roads within Road Districts Nos. 10, 11, and 12. The major means of financing for the districts are ad valorem taxes, which are levied against properties within the districts.

COURTHOUSE MAINTENANCE FUND

The Courthouse Maintenance Fund accounts for maintenance and upkeep of the parish courthouse and jail. Major means of financing is provided by ad valorem taxes and state revenue sharing funds.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2002

FIRE PROTECTION DISTRICT FUNDS

The Fire Protection District Funds account for the operation and maintenance of the fire protection facilities within Fire Protection Districts Nos. 1, 2, 3, 4, 5, 6, and 7. Financing is provided primarily by ad valorem taxes, fire insurance premium taxes, and state revenue sharing funds.

CRIMINAL COURT FUND

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

SECTION 8 HOUSING ASSISTANCE PAYMENTS FUND

The Section 8 Housing Assistance Payments Fund accounts for those monies received under a Department of Housing and Urban Development program. This program is to provide assistance for housing costs for parish residents which comply with program requirements.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
SPECIAL REVENUE FUNDS

Combining Balance Sheet, December 31, 2002

	Communications District for E-911	E-911 Wireless Fees	Special Revenue Account	Parish Road Fund	Courthouse Maintenance	Criminal Court	Sec 8 Housing	Road Maintenance		File Protection Districts		Total (Memorandum Only)
								(From Exhibit F)	(From Exhibit H)			
\$	150,729	394,866	669,109	32,323	452,880	8,421	24,345	304,950	450,973			2,488,596
	-	-	-	-	13,628	-	-	51,248	44,703			109,579
	-	-	-	-	408,892	-	-	-	160,506			569,398
	14,105	25,705	-	82,475	-	115,751	100,221	-	11,995			350,252
\$	164,834	420,571	669,109	114,798	875,400	124,172	124,566	356,198	668,177	\$	\$	3,517,825

ASSETS AND OTHER DEBITS
 Cash and cash equivalents
 Cash held for protested taxes
 Investments
 Receivables, net of allowance for doubtful accounts

TOTAL ASSETS AND OTHER DEBITS

LIABILITIES AND FUND BALANCES

Liabilities:
 Accounts payable
 Protested taxes payable
 Deferred revenues
 Due to other funds
 Total Liabilities

\$	40	-	11	188	2,888	88,628	70,752	36,362	27,804			226,673
	-	-	-	-	13,628	-	-	51,248	44,703			109,579
	-	-	-	-	38,578	-	-	93,408	66,129			198,115
	-	-	-	-	19,227	67,859	8,369	-	18,000			113,455
\$	40	\$	11	188	74,321	156,487	79,121	181,018	156,636	\$	\$	647,822

Fund balances:
 Unreserved - undesignated

\$	164,794	420,571	669,098	114,610	801,079	(32,315)	45,445	175,180	511,541	\$	\$	2,870,003
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TOTAL LIABILITIES AND FUND BALANCES

\$	164,834	420,571	669,109	114,798	875,400	124,172	124,566	356,198	668,177	\$	\$	3,517,825
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The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
 For the Year Ended December 31, 2002

	Communications District for E-911	E-911 Wireless Fees	Special Revenue Account	Parish Road Fund	Courtroom Maintenance	Criminal Court	See 8 Housing	Road Maintenance Districts (From Exhibit G)	Fire Protection Districts (From Exhibit I)	Total (Miscellaneous Only)
REVENUES										
Taxes:										
Ad valorem	\$ -	\$ -	\$ -	\$ -	\$ 257,913	\$ -	\$ -	\$ 642,199	\$ 484,716	\$ 1,384,828
Intergovernmental revenues:										
Federal funds	-	-	-	-	-	-	484,240	-	-	484,240
State funds:										
Parish transportation funds	-	-	-	317,940	-	-	-	-	-	317,940
State revenue sharing (net)	-	-	-	-	26,168	-	-	9,536	1,817	37,521
Other	-	-	15,000	170,163	-	28,526	-	7,870	93,761	315,320
Local funds - other	-	-	84,498	-	-	-	-	-	79,532	164,030
Fines and forfeitures	-	-	-	-	-	1,488,445	-	-	-	1,488,445
Use of money and property	1,868	1,476	34,223	338	20,147	188	162	4,344	14,694	77,460
Other revenues	172,486	102,908	27,460	1,405	367	1,189	539	10,346	19,227	355,957
Total revenue	\$ 174,364	\$ 104,384	\$ 161,181	\$ 489,866	\$ 304,595	\$ 1,518,348	\$ 484,941	\$ 674,295	\$ 693,747	\$ 4,605,721
EXPENDITURES										
General government:										
Judicial	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,496,544	\$ -	\$ -	\$ -	\$ 1,496,544
Other	-	-	-	298,297	163,622	77,535	54,649	-	58,534	652,637
Public safety	216,577	173	-	-	-	-	-	-	719,798	936,548
Public works	-	-	53,887	652,580	-	-	-	555,875	-	1,262,342
Health and welfare	-	-	-	-	-	-	420,982	-	-	420,982
Capital Outlay	-	-	16,624	-	-	-	-	-	-	16,624
Total expenditures	\$ 216,577	\$ 173	\$ 70,511	\$ 950,877	\$ 163,622	\$ 1,574,079	\$ 475,631	\$ 555,875	\$ 778,332	\$ 4,785,677
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (42,213)	\$ 104,211	\$ 90,670	\$ (461,011)	\$ 140,973	\$ (53,731)	\$ 9,310	\$ 118,420	\$ (84,585)	\$ (179,956)
OTHER FINANCING SOURCES										
Proceeds from Certificates of Indebtedness	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 110,000	\$ 110,000
Operating Transfers In	-	-	-	495,000	-	-	-	-	15,000	510,000
Operating Transfers (Out)	-	-	-	-	-	-	-	-	(19,078)	(19,078)
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ 495,000	\$ -	\$ -	\$ -	\$ -	\$ 105,922	\$ 600,922
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	\$ (42,213)	\$ 104,211	\$ 90,670	\$ 33,989	\$ 140,973	\$ (53,731)	\$ 9,310	\$ 118,420	\$ 21,337	\$ 420,966
FUND BALANCES AT BEGINNING OF YEAR	207,007	316,560	578,428	80,621	660,106	23,416	36,135	56,760	490,204	2,449,037
FUND BALANCES AT END OF YEAR	\$ 164,794	\$ 420,771	\$ 669,098	\$ 114,610	\$ 801,079	\$ (32,315)	\$ 45,445	\$ 175,180	\$ 511,541	\$ 2,870,003

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
ROAD MAINTENANCE DISTRICTS

Combining Balance Sheet, December 31, 2002

	Sub Road District No. 1	Special Ward Road & Bridge		Special Ward Road & Bridge		Special Ward Road & Bridge		Total (Memorandum Only) (To Exhibit D)
		District 10 Division 1	District 11 Division 2	District 12 Division 3	District 12 Division 3	District 12 Division 3	District 12 Division 3	
ASSETS AND OTHER DEBITS								
Cash and cash equivalents	\$ 24,954	\$ 141,806	\$ 4,480	\$ 133,710	\$ 304,950			
Cash held for protested taxes	30,583	3,608	13,998	3,059	51,248			
TOTAL ASSETS AND OTHER DEBITS	\$ 55,537	\$ 145,414	\$ 18,478	\$ 136,769	\$ 356,198			
LIABILITIES AND FUND BALANCES								
Liabilities :								
Accounts payable	\$ 6,595	\$ 14,325	\$ 1,850	\$ 13,592	\$ 36,362			
Protested taxes payable	30,583	3,608	13,998	3,059	51,248			
Deferred revenue	10,620	37,378	2,222	43,188	93,408			
Total Liabilities	\$ 47,798	\$ 55,311	\$ 18,070	\$ 59,839	\$ 181,018			
Fund balances :								
Unreserved - undesignated	\$ 7,739	\$ 90,103	\$ 408	\$ 76,930	\$ 175,180			
TOTAL LIABILITIES AND FUND BALANCES	\$ 55,537	\$ 145,414	\$ 18,478	\$ 136,769	\$ 356,198			

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
 Jeanings, Louisiana
ROAD MAINTENANCE DISTRICTS

Combining Schedule of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended December 31, 2002

	Sub Road District No. 1	Special Ward Road & Bridge District 10 Division 1	Special Ward Road & Bridge District 11 Division 2	Special Ward Road & Bridge District 12 Division 3	Total (Memorandum Only) (To Exhibit E)
REVENUES					
Taxes:					
Ad valorem	\$ 97,311	\$ 277,250	\$ 37,918	\$ 229,720	\$ 642,199
Intergovernmental revenues:					
State funds:					
State revenue sharing (net)	-	-	-	9,536	9,536
Other	-	7,870	-	-	7,870
Use of money and property	412	1,740	452	1,740	4,344
Other revenues	4,368	4,500	-	1,478	10,346
Total revenues	\$ 102,091	\$ 291,560	\$ 38,370	\$ 242,474	\$ 674,295
EXPENDITURES					
Public works	\$ 94,504	\$ 225,431	\$ 42,477	\$ 193,463	\$ 555,875
Total expenditures	\$ 94,504	\$ 225,431	\$ 42,477	\$ 193,463	\$ 555,875
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 7,587	\$ 65,929	\$ (4,107)	\$ 49,011	\$ 118,420
FUND BALANCES AT BEGINNING OF YEAR	152	24,174	4,515	27,919	56,760
FUND BALANCES AT END OF YEAR	\$ 7,739	\$ 90,103	\$ 408	\$ 76,930	\$ 175,180

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
FIRE DISTRICTS

Combining Balance Sheet, December 31, 2002

	Fire District No. 1	Fire District No. 2	Fire District No. 3	Fire District No. 4	Fire District No. 5	Fire District No. 6	Fire District No. 7	Total (Memorandum Only) (To Exhibit D)
ASSETS AND OTHER DEBITS								
Cash and cash equivalents	\$ 26,219	\$ 174,823	\$ 59,208	\$ 39,244	\$ 66,552	\$ 52,149	\$ 32,778	\$ 450,973
Cash held for protested taxes	245	1,671	1,329	1,108	29,422	10,845	83	44,703
Investments	-	56,684	103,822	-	-	-	-	160,506
Receivables	-	-	-	-	-	11,995	-	11,995
TOTAL ASSETS AND OTHER DEBITS	\$ 26,464	\$ 233,178	\$ 164,359	\$ 40,352	\$ 95,974	\$ 74,989	\$ 32,861	\$ 668,177

LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 301	\$ 7,678	\$ 3,153	\$ 6,794	\$ 4,416	\$ 5,445	\$ 17	\$ 27,804
Protested taxes payable	245	1,671	1,329	1,108	29,422	10,845	83	44,703
Deferred revenues	2,087	24,797	17,875	6,931	9,947	4,154	338	66,129
Due to other funds	18,000	-	-	-	-	-	-	18,000
Total Liabilities	\$ 20,633	\$ 34,146	\$ 22,357	\$ 14,833	\$ 43,785	\$ 20,444	\$ 438	\$ 156,636

Fund balances:								
Unreserved - undesignated	\$ 5,831	\$ 199,032	\$ 142,002	\$ 25,519	\$ 52,189	\$ 54,545	\$ 32,423	\$ 511,541
Total Fund Balances	\$ 5,831	\$ 199,032	\$ 142,002	\$ 25,519	\$ 52,189	\$ 54,545	\$ 32,423	\$ 511,541
TOTAL LIABILITIES AND FUND BALANCES	\$ 26,464	\$ 233,178	\$ 164,359	\$ 40,352	\$ 95,974	\$ 74,989	\$ 32,861	\$ 668,177

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
FIRE DISTRICTS

Combining Schedule of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended December 31, 2002

	Fire District No. 1	Fire District No. 2	Fire District No. 3	Fire District No. 4	Fire District No. 5	Fire District No. 6	Fire District No. 7	(Memorandum Only) (To Exhibit E)
REVENUES								
Taxes:								
Ad valorem	\$ 23,444	\$ 159,640	\$ 97,885	\$ 67,541	\$ 84,650	\$ 43,006	\$ 8,550	\$ 484,716
Intergovernmental revenues:								
State funds:								
State revenue sharing (net)	1,817	-	-	-	-	-	-	1,817
Other	16,817	5,778	58,064	2,608	3,592	6,902	-	93,761
Local funds - other	-	-	-	-	-	79,532	-	79,532
Use of money and property	158	8,565	4,139	514	566	523	229	14,694
Other revenues	-	34	5,120	10,142	699	3,232	-	19,227
Total revenues	\$ 42,236	\$ 174,017	\$ 165,208	\$ 80,805	\$ 89,507	\$ 133,195	\$ 8,779	\$ 693,747
EXPENDITURES								
General government:								
Other	\$ -	\$ 4,919	\$ 22,946	\$ 3,631	\$ 1,447	\$ 24,391	\$ 1,200	\$ 58,534
Public safety	17,156	255,867	105,735	163,188	43,833	131,389	2,630	719,798
Total expenditures	\$ 17,156	\$ 260,786	\$ 128,681	\$ 166,819	\$ 45,280	\$ 155,780	\$ 3,830	\$ 778,332
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 25,080	\$ (86,769)	\$ 36,527	\$ (86,014)	\$ 44,227	\$ (22,585)	\$ 4,949	\$ (84,585)
OTHER FINANCING SOURCES								
Proceeds from Certificates of Indebtedness	\$ -	\$ -	\$ -	\$ 110,000	\$ -	\$ -	\$ -	\$ 110,000
Operating Transfers In	-	-	-	-	-	15,000	-	15,000
Operating Transfers (Out)	-	-	-	(19,078)	-	-	-	(19,078)
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ 90,922	\$ -	\$ 15,000	\$ -	\$ 105,922
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	\$ 25,080	\$ (86,769)	\$ 36,527	\$ 4,908	\$ 44,227	\$ (7,585)	\$ 4,949	\$ 21,337
FUND BALANCES AT BEGINNING OF YEAR	(19,249)	285,801	105,475	20,611	7,962	62,130	27,474	490,204
FUND BALANCES AT END OF YEAR	\$ 5,831	\$ 199,032	\$ 142,002	\$ 25,519	\$ 52,189	\$ 54,545	\$ 32,423	\$ 511,541

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2002

CAPITAL PROJECTS FUNDS

FIRE DISTRICT NO. 6 IMPROVEMENTS AND MAINTENANCE

The Fire District No. 6 Improvements and Maintenance Fund accounts for funds provided for the purpose of paying the cost of constructing, acquiring and improving fire protection in facilities for the district. Financing has been provided through the issuance of bonds to be serviced primarily through ad valorem taxes levied against properties within the district.

SUBROAD DISTRICT NO. 2 CONSTRUCTION

The SubRoad District No. 2 Construction Fund accounts for funds provided for the purpose of constructing and improving hard surface roads in the district. Financing has been provided through the issuance of bonds to be serviced primarily through ad valorem taxes levied against properties within the district.

COUNTY AGENT CAPITAL IMPROVEMENTS

The County Agent Capital Improvements Fund is used to account for the construction of a new parish county agent office. Funding will be provided through state grants, transfer by joint service agreement from Jeff Davis Parish District Attorney's Office and general fund transfers.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
CAPITAL PROJECT FUNDS

Combining Balance Sheet, December 31, 2002

	Fire District #6 Improv & Maintenance	Sub Road District #2 Construction	County Agent Office	Total (Memorandum Only)
ASSETS AND OTHER DEBITS				
Cash and cash equivalents	\$ 14,396 \$	7,696 \$	- \$	22,092
Receivables	-	-	35,000	35,000
Due from other funds	-	-	15,000	15,000
TOTAL ASSETS AND OTHER DEBITS	\$ 14,396 \$	7,696 \$	50,000 \$	72,092
LIABILITIES AND FUND BALANCES				
Liabilities :				
Accounts payable	- \$	- \$	- \$	-
Total Liabilities	- \$	- \$	- \$	-
Fund balances :				
Unreserved - undesignated	\$ 14,396 \$	7,696 \$	50,000 \$	72,092
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,396 \$	7,696 \$	50,000 \$	72,092

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
CAPITAL PROJECT FUNDS

Combining Schedule of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended December 31, 2002

	Fire District #6 Improv & Maintenance	Sub Road District #2 Construction	County Agent Office	Total (Memorandum Only)
REVENUES				
Use of money and property	\$ 106	\$ -	\$ -	\$ 106
Total revenues	\$ 106	\$ -	\$ -	\$ 106
EXPENDITURES				
General government:				
Other	\$ 539	\$ -	\$ -	\$ 539
Total expenditures	\$ 539	\$ -	\$ -	\$ 539
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (433)	\$ -	\$ -	\$ (433)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ (433)	\$ -	\$ -	\$ (433)
FUND BALANCES AT BEGINNING OF YEAR	14,829	7,696	50,000	72,525
FUND BALANCES AT END OF YEAR	\$ 14,396	\$ 7,696	\$ 50,000	\$ 72,092

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 2002

DEBT SERVICE FUNDS

FIRE DISTRICT NO. 6 SINKING FUND

The Fire District No. 6 Sinking Fund is used to account for resources accumulated and expenditures incurred to service debt issued for capital projects within the district.

FIRE DISTRICT NO. 4 SINKING FUND

The Fire District No. 4 Sinking Fund is used to account for resources accumulated and expenditures incurred to service debt issued for purchase of equipment for the district.

SUBROAD DISTRICT NO. 2 SINKING FUND

The SubRoad District No. 2 Sinking Fund is used to account for resources accumulated and expenditures incurred to service debt issued for capital projects within the district.

FIRE DISTRICT NO. 7 BOND & COUPON FUND

The Fire District No. 7 Bond and Coupon Fund is used to account for resources accumulated and expenditures incurred to service debt issued for capital projects within the district.

JEFFERSON DAVIS PARISH POLICE JURY
 Jennings, Louisiana
DEBT SERVICE FUNDS

Combined Balance Sheet as of December 31, 2002

	Fire District #6 Sinking	Fire District #4 Sinking	Sub Road District #2 Sinking	Fire District #7 Bond & Coupon	Total (Memorandum Only)
ASSETS AND OTHER DEBITS					
Cash and cash equivalents	\$ 4,376	\$ 18,046	\$ 6,916	\$ 8,693	\$ 38,031
Cash held for protested taxes	7,029	-	123	96	7,248
TOTAL ASSETS AND OTHER DEBITS	\$ 11,405	\$ 18,046	\$ 7,039	\$ 8,789	\$ 45,279
LIABILITIES AND FUND EQUITY					
Liabilities:					
Protested taxes payable	\$ 7,029	\$ -	\$ 123	\$ 96	\$ 7,248
Deferred revenues	2,693	-	591	465	3,749
Total Liabilities	\$ 9,722	\$ -	\$ 714	\$ 561	\$ 10,997
Fund Equity:					
Fund balances:					
Reserved for debt service	\$ 1,683	\$ 18,046	\$ 6,325	\$ 8,228	\$ 34,282
Total Fund Equity	\$ 1,683	\$ 18,046	\$ 6,325	\$ 8,228	\$ 34,282
TOTAL LIABILITIES AND FUND EQUITY	\$ 11,405	\$ 18,046	\$ 7,039	\$ 8,789	\$ 45,279

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH POLICE JURY

Jennings, Louisiana

DEBT SERVICE FUNDS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2002

	Fire District #6 Sinking	Fire District #4 Sinking	Sub Road District #2 Sinking	Fire District #7 Bond & Coupon	Total (Memorandum Only)
REVENUES					
Ad valorem taxes	\$ 27,868	\$ -	\$ 12,638	\$ 9,931	\$ 50,437
Use of money	65	-	-	-	65
Total revenues	\$ 27,933	\$ -	\$ 12,638	\$ 9,931	\$ 50,502
EXPENDITURES					
Bond interest	\$ 360	\$ 1,032	\$ 4,388	\$ 2,762	\$ 8,542
Bond principal payments	12,000	-	5,000	3,000	20,000
Bank charges	-	-	349	350	699
Total expenditures	\$ 12,360	\$ 1,032	\$ 9,737	\$ 6,112	\$ 29,241
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 15,573	\$ (1,032)	\$ 2,901	\$ 3,819	\$ 21,261
OTHER FINANCING SOURCES (USES)					
Operating transfers in	\$ -	\$ 19,078	\$ -	\$ -	\$ 19,078
Operating transfers (out)	(15,000)	-	-	-	(15,000)
Total other financing sources (uses)	\$ (15,000)	\$ 19,078	\$ -	\$ -	\$ 4,078
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ 573	\$ 18,046	\$ 2,901	\$ 3,819	\$ 25,339
FUND BALANCES AT BEGINNING OF YEAR	1,110	-	3,424	4,409	8,943
FUND BALANCES AT END OF YEAR	\$ 1,683	\$ 18,046	\$ 6,325	\$ 8,228	\$ 34,282

The accompanying notes are an integral part of this statement.

ADDITIONAL INFORMATION

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana
ADDITIONAL INFORMATION SCHEDULES
For the Year Ended December 31, 2002

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. In accordance with Louisiana Revised Statute 33:1233, the police jury has elected the monthly payment method of compensation. Under this method, the president receives \$900 per month, and the other jurors receive \$800 per month.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Schedule of Compensation Paid to Police Jurors
For the Year Ended December 31, 2002

Melton Alfred	\$	9,600
Ray Bebee		9,600
Robert J. Broussard		9,600
Douglas R. Daigle, President		10,800
Bob Dupre		9,600
Leroy Faul		9,600
Early Gotreaux		9,600
Johnny Guinn		9,600
Rick LeBlanc		9,600
Dan LeJeune		9,600
Phil LeJeune		9,600
Harry Levy		9,600
Donald Woods		<u>9,600</u>
Total	\$	<u>126,000</u>

OTHER REPORTS

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS*

To the Jefferson Davis Parish Police Jury
Jennings, Louisiana

We have audited the primary government financial statement of the Jefferson Davis Parish Police Jury, as of and for the year ended December 31, 2002, and have issued our report thereon dated June 25, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Jefferson Davis Parish Police Jury's primary government's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

This report is intended solely for the information and use of the finance committee, management, the Legislative Auditor and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Krielow & Company
Certified Public Accountants

Jennings, Louisiana
June 25, 2003

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

To the Jefferson Davis Parish Police Jury
Jennings, Louisiana

Compliance

We have audited the compliance of the Jefferson Davis Parish Police Jury, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002. The Jefferson Davis Parish Police Jury's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal program is the responsibility of the Jefferson Davis Parish Police Jury's management. Our responsibility is to express an opinion on the Jefferson Davis Parish Police Jury's compliance based on our audit.

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

In our opinion, the Jefferson Davis Parish Police Jury complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2002.

Internal Control Over Compliance

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

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

This report is intended solely for the information and use of the finance committee, management, the Legislative Auditor, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by any one other than these specified parties. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Krielow & Company
Certified Public Accountants

Jennings, Louisiana
June 25, 2003

**JEFFERSON DAVIS PARISH POLICE JURY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2002**

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the primary government financial statements of the Jefferson Davis Parish Police Jury.
2. No reportable conditions relating to the audit of the financial statements are reported in the Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Jefferson Davis Parish Police Jury were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for the Jefferson Davis Parish Police Jury expresses an unqualified opinion on all major federal programs.
6. No audit findings relative to the major federal award programs for the Jefferson Davis Parish Police Jury are reported in this Schedule.
7. The programs tested as major programs included:

Federal Grantor/ Pass-Through Grantor/ Program Name	CFDA Number
<u>United States Department of Housing and Urban Development</u> Section 8 Housing Choice Voucher Program	14.871

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

FINDINGS-FINANCIAL STATEMENT AUDIT

None

FINDINGS AND QUESTIONED COSTS-MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

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

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2002

NOTE 1. BASIS OF PRESENTATION

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

NOTE 2. SUBRECIPIENTS

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

	<u>Federal CFDA Number</u>	<u>Expenditures</u>
Passed through Louisiana Department of Transportation and Development:		
Formula Grants for other than Urbanized Areas	20.509	\$ 123,865
Section 5309 Discretionary Grant Program	20.500	<u>29,663</u>
		<u>\$ 153,528</u>

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2002

<u>Ref. No.</u> Management Letter	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
2001-M1	2001	There is an outstanding receivable from the district attorney in the amount of \$35,000 as per a joint services agreement signed in 1997. The district attorney has paid expenses that the jury is normally responsible for paying, however, the police jury has not verified that the expenses paid by the district attorney are applicable toward the debt owed to the police jury.	Partially	As of December 31, 2002, the district attorney has submitted invoices to indicate expenses paid that the jury would normally be responsible for paying. However, no resolution has been reached as to which if any of the invoices would be accepted as payment for the \$35,000 owed to the jury.
2001-M2	2001	Assist Agency agreed to fulfill the demands of a stipulated judgement and pay the police jury a sum of ten to fifteen thousand dollars by January 1, 2001 for funds owed to the Section 8 program. As of December 31, 2001 that sum has not yet been received by the police jury.	Partially	The police jury has determined that payment of the lump sum owed by the Assist Agency would jeopardize the agency. Therefore, the police jury has agreed to accept an increased monthly payment in lieu of the lump sum payment. However, as of December 31, 2002, the monthly payments from Assist Agency continue to be \$500 as originally stated in the agreement, and have not been increased.
2001-M3	2001	The computer used by the Section 8 coordinator has no backup system.	Yes	The police jury has determined that it would not be economically feasible to have a backup system for this computer. The computer is used primarily for email purposes. No accounting records are maintained on this computer.

JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana

Corrective Action Plan for Current Year Audit Findings
For the Year Ended December 31, 2002

<u>Ref No.</u>	<u>Description of Finding</u>	<u>Corrective Action Planned</u>	<u>Name(s) of Contact Person</u>	<u>Anticipated Completion Date</u>
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No current year findings.