

GRANT PARISH POLICE JURY
Colfax, Louisiana

Component Unit Financial Statements

As of and for the Year Ended December 31, 1995
With Supplemental Information Schedules

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

Release Date 7-17-96

ROZIER, HARRINGTON & McKAY
Certified Public Accountants
Alexandria, Louisiana

GRANT PARISH POLICE JURY
Colfax, Louisiana

Component Unit Financial Statements
As of and for the Year Ended December 31, 1995
With Supplemental Information Schedules

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June 18, 1996

INDEPENDENT AUDITORS' REPORT

The Grant Parish Police Jury
Grant Parish Courthouse
Colfax, Louisiana

We have audited the accompanying component unit financial statements of the Grant Parish Police Jury, Primary Government, as of December 31, 1995 and for the year then ended. These component unit financial statements are the responsibility of the Grant Parish Police Jury's management. Our responsibility is to express an opinion on these component unit financial statements based on our audit.

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

As explained in Note 1, the component unit financial statements referred to above only include the financial activities of the primary government. Financial activities of other component units that form the reporting entity are not included.

The records of the General Fixed Assets Group of Accounts were incomplete as to the details concerning the various properties and equipment. We were unable to satisfy ourselves by appropriate audit tests or by any other means as to balances in the General Fixed Assets Group of Accounts and therefore are unable to express an opinion on these balances. Also because of the incomplete records, the General Fixed Asset Group of Accounts is not presented in the accompanying financial statements.

As discussed in Note 1(D), budget comparisons required by generally accepted accounting principles have been excluded from the accompanying financial statements. The absence of budget comparisons represents a departure from generally accepted accounting principles.

-Members-

As discussed in Note 22, representations from legal council regarding litigation that involves the Police Jury, were not currently available. Since these representations were not available, the ultimate outcome of these lawsuits cannot presently be determined. Furthermore, since the Police Jury does not maintain general liability insurance coverage, there is no protection from any unfavorable judgments that might arise from the pending cases. No provision for any liability that may result has been made in the accompanying financial statements.

Generally accepted accounting principles require disclosure regarding risk and risk management activities; however, the required disclosure was omitted from the accompanying financial statements. The information which was excluded from the accompanying financial statements is presented as follows:

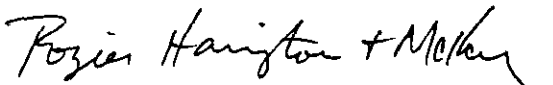
The Police Jury is exposed to various risk of loss related to torts; theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended December 31, 1995, the Police Jury did not maintain general liability insurance coverage. Claims resulting from these uninsured risk are reported as a component of general long-term debt when it is probable that a loss has occurred and the amount can be reasonably estimated. At December 31, 1995, the liability for judgements arising from uninsured risk was \$237,181.

The Police Jury insures against the remaining risk described above by purchasing commercial insurance and by participating a public entity risk pool that operates as a common insurance program. Settled claims resulting from these insured risk have not exceeded insurance coverage in any of the past three fiscal years.

In our opinion, except for the departures noted in the preceding paragraphs, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the Grant Parish Police Jury as of December 31, 1995 and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 18, 1996, on our consideration of the Police Jury's internal control structure and a report dated June 18, 1996 on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the component unit financial statements taken as a whole. The accompanying supplemental information and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the component unit financial statements of the Grant Parish Police Jury primary government. Such information has been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in our opinion, the accompanying supplemental information is fairly presented in all material respects in relation to the component unit financial statements taken as a whole.


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June 18, 1996

REPORT ON THE INTERNAL CONTROL STRUCTURE
BASED ON AN AUDIT OF COMPONENT UNIT FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Grant Parish Police Jury
Grant Parish Courthouse
Colfax, Louisiana

We have audited the component unit financial statements of the Grant Parish Police Jury primary government for the year ended December 31, 1995, and have issued a qualified opinion thereon dated June 18, 1996.

We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement.

The management of the Grant Parish Police Jury is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of component unit financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the component unit financial statements of the Grant Parish Police Jury, for the year ended December 31, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the component unit financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the component unit financial statements.

General Liability Insurance

Presently the Parish has no General Liability Insurance which would cover the future claims against the Police Jury. We recommend the Parish purchase General Liability Insurance.

Asset Inventory and General Fixed Assets

Parish officials began implementing a Fixed Asset accounting system which includes most of the movable furniture and equipment. The details on some of the assets were incomplete on the schedule prepared by Parish personnel. In order to maintain control of the assets and serve as documentation for insurance purposes, we recommend that an inventory of the Fixed Assets including land and buildings be taken by each department and that each year a follow-up count be performed. A standardized form should be used so that all necessary information can be collected. The information needed is as follows:

- | | |
|--------------------------|--------------------------------|
| 1. Description of Assets | 4. Estimated Purchase Date |
| 2. Identification Number | 5. Estimated Original Cost |
| 3. Year/Model | 6. Estimated Replacement Value |

We also recommend that during the inventory and for subsequent equipment purchases, the equipment be marked with a special identification (a sticker, tag or other form can be used) to facilitate the taking of future inventories.

The Grant Parish Police Jury

June 18, 1996

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A material weakness is a reportable condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the component unit 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.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described above is a material weakness.

We also noted other matters involving the internal control structure and its operation that we have reported to the management of the Grant Parish Police Jury, in a separate letter dated June 18, 1996.

This report is intended for the information of the management of the Grant Parish Police Jury. However, this report is a matter of public record and its distribution is not limited.



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June 18, 1996

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
BASED ON AN AUDIT OF COMPONENT UNIT FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Grant Parish Police Jury
Grant Parish Courthouse
Colfax, Louisiana

We have audited the component unit financial statements of the Grant Parish Police Jury primary government as of and for the year ended December 31, 1995, and have issued a qualified opinion thereon dated June 18, 1996.

We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Grant Parish Police Jury is the responsibility of the Jury's management. As part of obtaining reasonable assurance about whether the component unit financial statements are free of material misstatement, we performed tests of the Jury's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the component unit financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our test of compliance disclosed the following instance of noncompliance that is required to be reported herein under Government Auditing Standards and that is material to the financial statements.

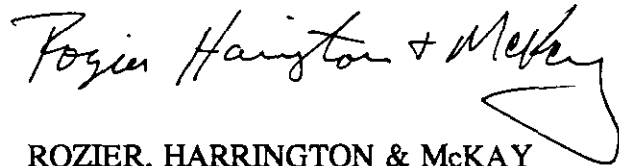
General Fixed Assets

The Grant Parish Police Jury has not maintained records of land, buildings, improvements other than buildings, equipment, or any other general fixed assets as required by State law. Due to a lack of adequate records, the general fixed asset group of accounts has been omitted from the accompanying financial statements and the independent auditors' report has been appropriately modified to reflect this departure from generally accepted accounting principles.

We considered this instance of material noncompliance in forming our opinion on whether the component unit financial statements of the Grant Parish Police Jury primary government are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and have modified our report dated June 18, 1996, on those component unit financial statements.

We also noted certain immaterial instances of noncompliance that we have reported to management in a separate letter dated June 18, 1996.

This report is intended for the information of management. However, this report is a matter of public record and its distribution is not limited.



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June 18, 1996

INDEPENDENT AUDITORS' REPORT ON THE GRANT PARISH POLICE JURY'S INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS

The Grant Parish Police Jury
Grant Parish Courthouse
Colfax, Louisiana

We have audited the component unit financial statements of the Grant Parish Police Jury primary government as of and for the year ended December 31, 1995, and have issued a qualified opinion thereon dated June 18, 1996. We have also audited the compliance of the Grant Parish Police Jury with requirements applicable to major federal financial assistance programs and have issued our report thereon dated June 18, 1996.

We conducted our audit in accordance with generally accepted auditing standards; *Government Auditing Standards*, issued by the Comptroller General of the United States; and Office of Management and Budget Circular A-128, *Audits of State and Local Governments*. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement and about whether Grant Parish Police Jury complied with laws and regulations, noncompliance with which would be material to a federal financial assistance program.

In planning and performing our audit for the year ended December 31, 1995, we considered the Grant Parish Police Jury's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the component unit financial statements, and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control policies and procedures relevant to our audit of the component unit financial statements in a separate report dated June 18, 1996.

-Members-

American Institute of Certified Public Accountants • Society of Louisiana, CPAs

The management of the Grant Parish Police Jury is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of component unit financial statements in accordance with generally accepted accounting principles, and federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

Accounting Applications

Cash Disbursements/Purchasing
Payroll

Administrative Applications

Political Activity
Civil Rights
Federal Financial Reports
Allowable Cost/Cost Principles
Drug-Free Workplace Act
Administrative Requirements

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended December 31, 1995, major federal programs were limited to the Food Stamp Program. The issuance of food stamps represented 89 percent of the activity reported on the Schedule of Federal Financial Assistance.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the major federal financial assistance programs of the Grant Parish Police Jury, which are identified in the accompanying Schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

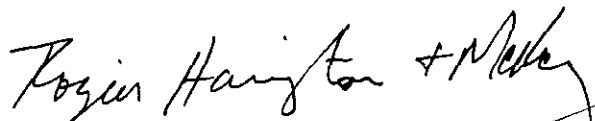
The Grant Parish Police Jury

June 18, 1996

Page 3

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program 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 structure and its operations that we consider to be material weaknesses as defined above.

This report is intended for the information of the Grant Parish Police Jury. However, this report is a matter of public record and its distribution is not limited.



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June 18, 1996

INDEPENDENT AUDITORS' REPORT ON THE GRANT PARISH
POLICE JURY'S COMPLIANCE WITH GENERAL REQUIREMENTS
APPLICABLE TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS

The Grant Parish Police Jury
Grant Parish Courthouse
Colfax, Louisiana

We have audited the component unit financial statements of the Grant Parish Police Jury primary government as of and for the year ended December 31, 1995, and have issued a qualified opinion thereon dated June 18, 1996.

We have applied procedures to test the Grant Parish Police Jury's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended December 31, 1995.

Political Activity

Civil Rights

Administrative Requirements

Federal Financial Reports

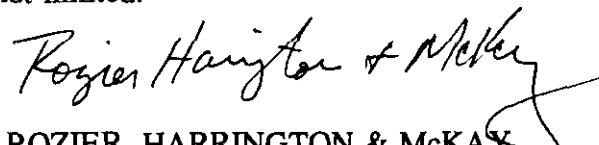
Allowable Cost/Cost Principals

Drug Free Workplace Act

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's *Compliance Supplement for Single Audits of State and Local Governments*. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Grant Parish Police Jury's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Grant Parish Police Jury had not complied, in all material respects, with those requirements.

This report is intended for the information of the Grant Parish Police Jury. However, this report is a matter of public record and its distribution is not limited.


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June 18, 1996

SINGLE AUDIT REPORT ON COMPLIANCE
WITH SPECIFIC REQUIREMENTS APPLICABLE
TO MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS

The Grant Parish Police Jury
Grant Parish Courthouse
Colfax, Louisiana


We have audited the component unit financial statements of the Grant Parish Police Jury primary government as of and for the year ended December 31, 1995, and have issued a qualified opinion thereon dated June 18, 1996.

We have also audited the Grant Parish Police Jury's compliance with the requirements governing special reporting that is applicable to its major federal financial assistance program, which is identified in the accompanying schedule of federal financial assistance, for the year ended December 31, 1995. The management of the Grant Parish Police Jury is responsible for the Jury's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-128, *Audits of State and Local Governments*. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Grant Parish Police Jury's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the Grant Parish Police Jury complied, in all material respects, with the requirements governing special reporting that is applicable to its major federal financial assistance program for the year ended December 31, 1995.

This report is intended for the information of the Grant Parish Police Jury. However, this report is a matter of public record and its distribution is not limited.


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June 18, 1996

INDEPENDENT AUDITORS' REPORT ON
GRANT PARISH POLICE JURY'S COMPLIANCE
WITH ITS NONMAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS

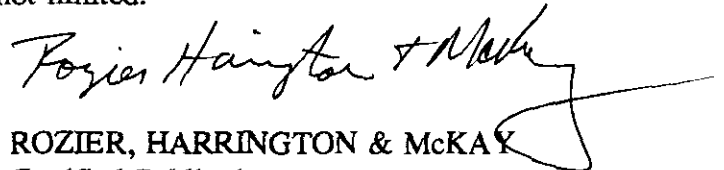
The Grant Parish Police Jury
Grant Parish Courthouse
Colfax, Louisiana

We have audited the component unit financial statements of the Grant Parish Police Jury primary government as of and for the year ended December 31, 1995, and have issued a qualified opinion thereon dated June 18, 1996.

In connection with our audit of the component unit financial statements of the Grant Parish Police Jury primary government and with our consideration of the Jury's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, *Audits of State and Local Governments*, we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended December 31, 1995. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing, types of services that are allowed or unallowed, and special test and provisions that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Grant Parish Police Jury's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Grant Parish Police Jury had not complied, in all material respects, with those requirements.

This report is intended for the information of the Grant Parish Police Jury. However, this report is a matter of public record and its distribution is not limited.


ROZIER, HARRINGTON & McKAY
Certified Public Accountants

-Members-

GRANT PARISH POLICE JURY
Colfax, Louisiana

Primary Government Financial Statements
As of and for the Year Ended December 31, 1995

C O N T E N T S

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GRANT PARISH POLICE JURY
Cofax, Louisiana
ALL FUND TYPES AND ACCOUNT GROUPS

Statement A

Combined Balance Sheet
December 31, 1995

	GOVERNMENTAL FUNDS			CAPITAL PROJECTS FUND	PROPRIETARY FUND - ENTERPRISE FUND	ACCOUNT GROUP - GENERAL LONG-TERM OBLIGATIONS	TOTAL (MEMORANDUM ONLY)
	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND				
ASSETS AND OTHER DEBITS							
Assets:							
Cash and cash equivalents (note 2)	\$ 62,417	\$1,012,092	\$ 121,614		\$ 341,475		\$ 1,537,598
Receivables (note 3)	216,011	567,905			51,774		835,690
Interfund receivables (note 5)	6,033	41,887		\$ 8			47,928
Advances to other fund (note 5)		85,285			6,930		85,285
Prepaid expenses							6,930
Fixed assets - net of accumulated depreciation (note 6)							
Total Assets	284,461	1,707,169	121,614	8	813,805	None	813,805
Other debits:							
Amount available in debt service fund							
Amount to be provided for retirement of general long-term obligations							
Total Other Debits	None	None	None	None	None		65,000
TOTAL ASSETS AND OTHER DEBITS	\$ 284,461	\$1,707,169	\$ 121,614	\$ 8	\$ 1,213,984	\$ 493,442	\$ 3,820,678
LIABILITIES AND EQUITY							
Liabilities:							
Cash overdraft							
Accounts and other payables (note 7)	\$ 50,102	\$ 105,836	\$ 548	\$ 8	\$ 61,972		\$ 218,458
Interfund payables (note 5)	19,322	28,606					47,928
Advances from other fund (note 5)	85,285						85,285
Intergovernmental payable (note 8)	28,600						28,600
Deposits held for others - customers' meter deposits							
Other liabilities (note 9)					66,505		66,505
(Continued)							5,628

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
Coffax, Louisiana
ALL FUND TYPES AND ACCOUNT GROUPS

Statement A

Combined Balance Sheet
December 31, 1995

	GOVERNMENTAL FUNDS			PROPRIETARY FUND - ENTERPRISE FUND	ACCOUNT GROUP - GENERAL LONG-TERM OBLIGATIONS	TOTAL (MEMORANDUM ONLY)
	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND			
<u>LIABILITIES AND EQUITY (Contd.)</u>						
Liabilities: (Contd.)						
Compensated absences payable (note 11)				\$ 3,247	\$ 30,157	\$ 33,404
Capital lease purchase agreements payable (note 11)					132,604	132,604
General obligation bonds payable (note 11)					65,000	65,000
Judgements payable (note 11)					237,181	237,181
Solid waste landfill post-closure costs (note 11)					28,500	28,500
Total Liabilities	\$ 188,937	\$ 134,442	\$ 548	131,724	493,442	949,101
Equity:						
Contributed capital (note 12)				480,802		480,802
Retained earnings				601,458		601,458
Fund balances:						
Reserved for:						
Advances to general fund (note 13)	85,285					85,285
Economic development loans (note 13)	216,940					216,940
Debt service of general obligation bonds (note 13)			65,000			65,000
Unreserved/undesignated	95,524	1,270,502	56,066			1,422,092
Total Equity	95,524	1,572,727	121,066	1,082,260	None	2,871,577
TOTAL LIABILITIES AND EQUITY	\$ 284,461	\$ 1,707,169	\$ 121,614	\$ 1,213,984	\$ 493,442	\$ 3,820,678

NOTE

The debt service fund, capital projects fund and enterprise fund types are comprised of one fund each, which are known as the Hospital Service District No. 1 Debt Service Fund, Community Development Block Grant Fund - Fire Projection Improvements and Consolidated Gas Utility Districts of Grant Parish Enterprise Fund respectively.

(Concluded)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 GOVERNMENTAL FUNDS

Combined Statement of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1995

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL MEMORANDUM (ONLY)
<u>REVENUES</u>					
Taxes:					
Ad valorem (net)	\$ 99,461	\$ 427,314	\$ 435		\$ 527,210
Franchise	12,110				12,110
Beer	1,028				1,028
Sale and use (net)		588,576			588,576
Insurance premium		35,908			35,908
Parish licenses (net)	302				302
Intergovernmental revenues:					
Federal grants	39,098			\$ 283,462	322,560
State funds:					
Parish transportation funds		199,684			199,684
State revenue sharing (net)	18,307	76,925			95,232
Severance taxes	244,958				244,958
Proceeds from video draw poker	37,203				37,203
Other state funds	410	2,946			3,356
Local funds:					
Transfers in from special accounts of:					
District attorney	62,947	104			63,051
District judge	11,250				11,250
Local share commitment funds				25,502	25,502
Fees and charges for services rendered	74,963	42,654			117,617
Fines and costs assessed by criminal court (net)	25,727	94,093			119,820
Interest earned	1,523	33,699	1,820		37,042
Rentals of properties	4,775	17,300			22,075
Royalties		19,234			19,234

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
Cotifax, Louisiana
GOVERNMENTAL FUNDS

Statement B

Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended December 31, 1995

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL (MEMORANDUM ONLY)
<u>REVENUES (Contd.)</u>					
Other revenues	\$ 6,848	\$ 5,094			\$ 11,942
Total revenues	<u>640,910</u>	<u>1,543,531</u>	<u>\$ 2,255</u>	<u>\$ 308,964</u>	<u>2,495,660</u>
<u>EXPENDITURES</u>					
General government:					
Legislative	89,716				89,716
Judicial	195,049	110,610			305,659
Elections	34,171				34,171
Finance and administrative	122,146	129,423	2,797	10,101	264,467
Other general government	18,344	70,736			89,080
Public safety	70,609				70,609
Public works	12,825	1,395,241			1,408,066
Health and welfare	29,581	26,155	210		55,946
Culture and recreation	7,163	154,759			161,922
Economic development and assistance	6,020				6,020
Debt service	823	92,549	35,119		128,491
Capital outlay	9,947	220,075		298,863	528,885
Total expenditures	<u>596,394</u>	<u>2,199,548</u>	<u>38,126</u>	<u>308,964</u>	<u>3,143,032</u>
<u>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</u>	<u>44,516</u>	<u>(656,017)</u>	<u>(35,871)</u>	<u>None</u>	<u>(647,372)</u>
<u>OTHER FINANCING SOURCES (Use)</u>					
Insurance recovery		1,000			1,000
Operating transfers in	52,695	12,558			65,253
Operating transfers out	(12,558)	(52,695)			(65,253)
Total other financing sources (use)	<u>40,137</u>	<u>(39,137)</u>	<u>None</u>	<u>None</u>	<u>1,000</u>

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 GOVERNMENTAL FUNDS

Combined Statement of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1995

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL (MEMORANDUM ONLY)
<u>EXCESS (Deficiency) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER (Use)</u>	\$ 84,653	\$ (695,154)	\$ (35,871)	None	\$ (646,372)
<u>FUND BALANCES AT BEGINNING OF YEAR</u>	20,178	2,244,579	156,937	None	2,421,694
Adjustments:					
Interest charged in prior years on past due intergovernmental payable which was forgiven		13,995			13,995
Uncollectible interfund receivable/payable accrued in prior years which was forgiven	(9,307)	9,307			None
<u>FUND BALANCES AT END OF YEAR</u>	\$ 95,524	\$ 1,572,727	\$ 121,066	None	\$ 1,789,317

NOTE

The debt service fund and capital projects fund types are comprised of one fund each, which are known as the Hospital Service District No. 1 Debt Service Fund and the Community Development Block Grant Fund - Fire Projection Improvements respectively.

(Concluded)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
 CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Colfax, Louisiana
 PROPRIETARY FUND - ENTERPRISE FUND

Statement of Revenues, Expenses and
 Changes in Retained Earnings
 For the Year Ended December 31, 1995

OPERATING REVENUES

Sales of natural gas	\$ 347,767
Other operating revenues	2,025
Total operating revenues	<u>349,792</u>

OPERATING EXPENSES

Purchases of natural gas	125,755
Salaries and wages - clerical	36,506
Employees' related benefits and costs - clerical	6,363
Casual labor	180
Professional services	6,139
Collection fees	130
Travel	457
Insurance and surety bond premiums	11,176
Maintenance and repairs of natural gas distribution system:	
Salaries and wages	45,604
Employees' related benefits and costs	7,944
Contract labor	2,079
Engineering, inspection and other fees	3,580
Materials and supplies	15,450
Equipment expense	5,781
Rentals	5,263
Telephone	815
Postage	2,713
Utilities	1,094
Office supplies and expenses	3,367
Bank service charges	269
Depreciation	32,873
Miscellaneous general	1,234
Total operating expenses	<u>314,772</u>

OPERATING INCOME

35,020

NONOPERATING REVENUES (EXPENSES)

Interest earned	8,086
Collections of receivables which had been written off	577
Vendor's compensation	147
Loss from uncollectible receivables which were written off	(737)

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
 CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Colfax, Louisiana
 PROPRIETARY FUND - ENTERPRISE FUND

Statement of Revenues, Expenses and
 Changes in Retained Earnings
 For the Year Ended December 31, 1995

<u>NONOPERATING REVENUES (EXPENSES) (Contd.)</u>	
Paying agent and trustee fees	\$ (1,870)
Total nonoperating revenues (expenses)	<u>6,203</u>
 <u>NET INCOME</u>	 41,223
 <u>ADD DEPRECIATION ON IMPROVEMENTS TO NATURAL GAS DISTRIBUTION SYSTEM FINANCED WITH CONTRIBUTED CAPITAL</u>	
	 <u>11,929</u>
 <u>INCREASE IN RETAINED EARNINGS</u>	 53,152
 <u>RETAINED EARNINGS AT BEGINNING OF YEAR</u>	 <u>548,306</u>
 <u>RETAINED EARNINGS AT END OF YEAR</u>	 <u>\$ 601,458</u>

(Concluded)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
 CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Colfax, Louisiana
 PROPRIETARY FUND - ENTERPRISE FUND

Statement of Cash Flows
 For the Year Ended December 31, 1995

Cash flows from operating activities:	
Net income	\$ 41,223
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	32,873
Interest earned	(8,086)
Decrease in receivables (excluding increase in accrued interest receivable)	4,448
Increase in prepaid expenses	(604)
Increase in accounts and other payables	16,777
Increase in deposits held for others - customers' meter deposits	3,195
Increase in compensated absences payable	3,247
Net cash provided by operating activities	<u>93,073</u>
Cash flows from investing activities:	
Interest earned	8,086
Increase in accrued interest receivable	(67)
Net cash provided by investing activities	<u>8,019</u>
Net increase in cash	101,092
Cash and cash equivalent at beginning of year	<u>240,383</u>
 Cash and cash equivalent at end of year	 <u><u>\$ 341,475</u></u>
 Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 35,020
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	32,873
Collections of receivables which had been written off	577
Vendor's compensation	147
Loss from uncollectible receivables which were written off	(737)
Paying agent and trustee fees	(1,870)
Changes in assets and liabilities:	
Decrease in receivables (excluding increase in accrued interest receivable)	4,448
Increase in prepaid expenses	(604)
Increase in accounts and other payables	16,777

(Continued)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
 CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT PARISH
 Colfax, Louisiana
 PROPRIETARY FUND - ENTERPRISE FUND

Statement of Cash Flows
 For the Year Ended December 31, 1995

Reconciliation of operating income to net cash provided by operating activities: (Contd.)	
Adjustments to reconcile operating income to net cash provided by operating activities: (Contd.)	
Changes in assets and liabilities: (Contd.)	
Increase in deposits held for others - customers' meter deposits	\$ 3,195
Increase in compensated absences payable	<u>3,247</u>
Net adjustments	<u>58,053</u>
Net cash provided by operating activities	<u><u>\$ 93,073</u></u>

(Concluded)

The accompanying notes are an integral part of this statement.

GRANT PARISH POLICE JURY
Colfax, Louisiana

Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995

INTRODUCTION

The Grant Parish Police Jury is the governing authority for Grant Parish and is a political subdivision of the State of Louisiana. The police jury is governed by eight jurors representing the various districts within the parish. The jurors serve four-year terms that expire on January 1, 2000.

Louisiana Revised Statute 33:1236 gives the police jury various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of these are the powers to pass regulations effecting parish 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 primarily by ad valorem taxes, sales and use taxes, state revenue sharing, various federal and other state grants, and interest earnings.

Grant Parish, located in north central Louisiana, encompasses an area of 683 square miles, or 437,120 acres and has a population of approximately 17,526. Agriculture, manufacturing and timber are the major industries of the parish. In 1995, issues of food stamps by the parish's Food Stamp Program to eligible participants in the parish totaled \$2,652,050. For the year ended December 31, 1995, taxable payrolls of certain funds of the police jury and some component units included in the accompanying financial statements totaled \$923,231. The number of full-time and part-time employees is approximately 93. Employees of the police jury's Parish Road Maintenance Fund maintain approximately 656 miles of roads.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

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

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

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 Notes to the Primary Government Financial Statements
 As of and for the Year Ended December 31, 1995
 (Continued)

1. Appointing a voting majority of an organization's governing body, and
 - a. *The ability of the police jury to impose its will on that organization and/or*
 - b. *The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.*
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity's 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>
1. Fire District No. 1	December 31	1 and 1B
2. Fire District No. 2	December 31	1 and 1B
3. Fire District No. 3	December 31	1 and 1B
4. Fire District No. 4	December 31	1 and 1B
5. Fire District No. 5	December 31	1 and 1B
6. Fire District No. 6	December 31	1 and 1B
7. Fire District No. 7	December 31	1 and 1B
8. Grant Parish Communi- cations District	June 30	1 and 1B
9. Hospital Service District No. 7	December 31	1 and 1B
10. LaSalle/Grant Solid Waste Disposal District	December 31	1B and 2
11. Recreation District No. 2 of Grant Parish	December 31	1 and 1B

None of the previously listed component units are included in the accompanying financial statements.

The primary government (police jury) financial statements include all funds, account groups, and governmental entities for which the police jury maintains the accounting records. The governmental entities for which the police jury maintains

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

the accounting records are considered part of the primary government (police jury) and include: the Grant Parish Library; the Thirty-Fifth Judicial District Criminal Court; and Hospital Service District No. 1.

GASB Statement No. 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's) financial statements are not a substitute for the reporting entity's financial statements. The accompanying primary government financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental units. 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 Grant Parish School Board and the various municipalities in the parish. It was determined that these governmental entities are not component units of the Grant Parish Police Jury reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Grant Parish Police Jury.

B. FUND ACCOUNTING

The police jury uses funds and an account group (General Long-Term Obligations Account Group) to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds of the police jury are classified into two categories, governmental and proprietary. In addition, each category is divided into separate fund types, existing fund types are discussed below.

Governmental funds are used to account for most of the police jury's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition and/or construction of general fixed assets and the servicing of general long-term debt. A discussion of each of the governmental fund types follows:

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

HOSPITAL SERVICE DISTRICT NO. 1
DEBT SERVICE FUND

The Hospital Service District No. 1 Debt Service Fund accounts for the accumulation of resources for payment of a \$350,000 bond issue dated February 1, 1977, on which there is a \$65,000 principal balance remaining at December 31, 1995. The bonds were issued for the purpose of acquiring buildings and equipment to be used in providing clinical facilities for the hospital district. Ad valorem taxes once assessed to fund the debt service of the aforescribed bond issue are no longer being assessed, as more than enough funds are on deposit in an interest bearing demand deposit at December 31, 1995, to pay the remaining principal and interest maturities of the bond issue.

COMMUNITY DEVELOPMENT BLOCK GRANT FUND -
FIRE PROTECTION IMPROVEMENTS

The Community Development Block Grant Fund - Fire Protection Improvements, a capital projects fund, accounts for expenditures related to improvements in fire protection for the "Bagdad Community" of Grant Parish. Funding is provided by a federal community development block grant and local share commitment funds.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator.

The Enterprise Fund included in the accompanying financial statements falls within the proprietary funds category and accounts for operations: where the intent of management is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

financed or recovered primarily through user charges; or where management has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. A discussion of the Enterprise Fund included in the accompanying financial statements follows:

CONSOLIDATED GAS UTILITY DISTRICTS OF GRANT
PARISH ENTERPRISE FUND

During a meeting held on January 13, 1994, the police jury passed a resolution, which was retroactive to an effective date of December 31, 1993, dissolving Gas Utility District Numbers 3, 4 and 5 of Grant Parish. In addition, the aforementioned resolution provided for the creation of a single district, retroactive to an effective date of January 1, 1994, to be known as Consolidated Gas Utility Districts of Grant Parish. The single district encompasses any and all of the franchise areas of the dissolved districts and the police jury has the authority to grant new franchise areas to the single district. Actions of the police jury, as described above, are authorized by certain provisions of Louisiana Revised Statute 33:4301.

Managed by the police jury, Consolidated Gas Utility Districts of Grant Parish owns, maintains and operates a natural gas distribution system, which is comprised of 177 miles of pipeline and 6.40 miles of service line, that serves approximately 1,075 customers in franchised areas located in Grant Parish, and has three full-time employees and three part-time employees.

The operations of the Enterprise Fund are financed primarily from: profits realized from the sales of natural gas; other operating revenues of varying descriptions; and interest earnings.

C. 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, generally only current assets and current liabilities are 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 fund types. Governmental funds use the following practices in recording revenues and expenditures:

REVENUES

Ad valorem taxes and the related state revenue sharing (which is based on population and homesteads in the parish) are recorded in the year the taxes

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

- are assessed. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year and become delinquent on December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year.

Sales and use taxes are recognized when received by the police jury's collection agent, the parish school board.

Federal and state grants are recorded when the police jury is entitled to these funds.

Fines and costs assessed by the criminal court are recorded when they are collected by the tax collector.

Interest income on certificates of deposit is recorded when the certificates of deposit have matured and the interest income is available. Interest income from other sources is recorded when received.

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

EXPENDITURES

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

OTHER FINANCING SOURCES (USES)

Principal amounts of capital lease purchase agreements, proceeds from the sales of equipment and scrap materials, insurance recoveries and transfers *between funds, which are not expected to be repaid*, are accounted for as other financing sources (uses). The principal amounts of capital lease purchase agreements are recorded when related general long-term obligations are incurred. Proceeds from the sales of equipment and scrap materials, and insurance recoveries are recorded when received. Transfers between funds, which are not expected to be repaid, are recorded when made.

The Enterprise Fund included in the accompanying financial statements uses the accrual basis of accounting and is accounted for on a flow of economic resources measurement focus, and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the balance sheet of the Enterprise Fund. Revenues are recognized when earned, and expenses are recognized at the time liabilities are incurred.

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

D. BUDGET PRACTICES

The original 1995 budgets and the amended 1995 budgets, as approved by the police jury, did not include budgets for: the Economic Development Loan Fund; the Insurance Premium Tax Fund; and the Community Development Block Grant Fund - Fire Protection Improvements. Consequently, Combined Statements of Revenues, Expenditures and Changes in Fund Balances - Budgets (Non-GAAP Basis) and Actual are not included in the accompanying financial statements. In addition, a 1995 budget for the Hospital Service District No. 1 Debt Service Fund was not prepared, as generally accepted accounting principles do not require that budgets be prepared for debt service funds.

Proposed original 1995 budgets, with a notice that they were available for inspection by the public, were not published in the official journal of the police jury. A public hearing on the proposed 1995 budgets was held on January 12, 1995; notices of this hearing, which included a statement that the proposed 1995 budgets were available for inspection by the public, were published in the official journal of the police jury on: December 15, 1994; December 22, 1994; and December 29, 1994. The proposed original 1995 budgets were adopted at the January 12, 1995, meeting of the police jury and were published in the January 26, 1995 edition of the official journal of the police jury; amended 1995 budgets were approved on February 8, 1996.

The 1995 budgets of the police jury were prepared on a cash basis of accounting. Original 1995 budgets were prepared on a quasi object account basis and amended 1995 budgets were prepared on what resembles a functional account basis; these budgets did not include any outstanding encumbrances. All changes or amendments to budgets must be approved by the police jury. Unexpended appropriations lapse at the end of each year.

During the year, formal budgetary accounts are not integrated into the accounting system of the police jury as management control devices.

E. ENCUMBRANCES

Outstanding encumbrances at December 31, 1995, if any, are not recorded or recognized in the accompanying financial statements.

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. Cash

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

and cash equivalents of the police jury at December 31, 1995, are comprised of demand deposits, interest bearing demand deposits and time deposits. 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 and national banks having their principal offices in Louisiana.

Under state law, the police jury may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. The police jury did not own any investments at December 31, 1995.

G. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for services rendered and reimbursements of expenditures. Outstanding receivables and payables resulting from the aforescribed transactions at the end of each year are classified as interfund receivables/payables on the balance sheets of funds involved in these transactions. Outstanding short-term interfund loans at the end of each year are also classified as interfund receivables/payables on the balance sheets of funds involved in these transactions.

H. ADVANCES TO OTHER FUNDS

Long-term interfund loan receivables are recorded as advances to other funds and advances from other funds, and are offset in equal amounts by fund balance reserve accounts. This indicates that long-term interfund loan receivables do not constitute available expendable financial resources and consequently are not available for appropriation.

I. PREPAID ITEMS/EXPENSES

Prepaid items of governmental funds are charged against expenditures when the related fund liability is incurred.

Prepaid expenses as shown on the balance sheet of the Enterprise Fund, reflects charges entered in the accounts for benefits not yet received. Amortization of prepaid expenses is based on the period of time for which the expenses are prepaid. Prepaid expenses, when amortized, are charged as expenses against operations.

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

J. FIXED ASSETS

The police jury's records on fixed assets of governmental funds are incomplete. Consequently, the accompanying financial statements do not include fixed assets used in the operations of the police jury's governmental funds.

Fixed assets used in the operations of the Enterprise Fund are included on the balance sheet of this fund net of accumulated depreciation. Depreciation of all exhaustible fixed assets used by the Enterprise Fund is charged as an expense against operations.

K. ANNUAL AND SICK LEAVE

POLICE JURY EMPLOYEES

Employees of the police jury earn 10 to 18 days of annual leave each year, depending on years of service. Employees may accumulate and carry forward up to 20 days of annual leave. Upon resignation or retirement, employees are paid for accumulated annual leave up to a maximum of 20 days. Employees of the Enterprise Fund are considered to be employees of the police jury.

Police jury employees accrue sick leave at the rate of one day for each month of continuous service; a maximum of 90 days of sick leave may be accumulated. Accumulated sick leave is forfeited at termination of employment.

LIBRARY EMPLOYEES

Each salaried employee of the library may earn 10 to 20 days of annual leave each year depending upon years of service; these earnings are based on a 40 hour work week and are prorated according to the number of hours worked each week. Employees may accumulate and carry forward the equivalent of up to one year of annual leave, or 160 hours; accumulated annual leave over 160 hours is forfeited. The amount of annual leave that may be carried forward is based on a 40 hour work week and is prorated according to the number of hours worked each week. Upon voluntary resignation or retirement, employees are paid for annual leave accumulated to the date of separation not to exceed 160 hours, the maximum amount that may be accrued, provided at least two weeks notice is given in writing of the effective date of resignation or retirement. If an employee is fired, accrued annual leave will be canceled and no payment is made for accrued annual leave.

Each salaried employee is granted sick leave of 12 days per year, or 96 hours; earnings of sick leave are based on a 40 hour work week and are prorated according to the number of hours worked each week. The maximum number of

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
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days that may be accumulated is 24 days, or 192 hours and is prorated based on the number of hours worked per week. Sick leave above 96 hours is forfeited. Accumulated sick leave is canceled upon termination of employment for any reason and no payment will be made for unused sick leave.

The police jury's recognition and measurement criteria for determining employees' vested annual leave benefits or compensated absences payable follows:

1. The employees' rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

CRIMINAL COURT EMPLOYEES

Employees of the criminal court are entitled to 10 working days of annual leave each year, depending on the number of months of service. After six months of service, employees of the criminal court earn and may take seven days of annual leave and after 11 months of service the remainder of the 10 days of earned annual leave may be taken. Unused annual leave of criminal court employees is allowed to accumulate. Office policies of the criminal court do not state whether or not employees of the criminal court or their estates are paid for accumulated unused annual leave upon their: death, dismissal; resignation; or retirement.

A sick leave allowance of 18 work days with pay (based on a five day work week) is earned by all full time employees of the criminal court each year. On December 31st of each year the accumulated, unused sick leave earned by criminal court employees is carried forward to the succeeding year, but not to exceed 150 work days.

L. LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from governmental funds are reported in the General Long-Term Obligations Account Group. Expenditures for principal and interest payments on general long-term obligations are recognized in the related governmental funds when due.

Long-term obligations expected to be financed from Proprietary Fund operations are accounted for in these funds.

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M. FUND EQUITY

CONTRIBUTED CAPITAL

Capital grants or contributions received by the Enterprise Fund from governmental entities, developers, customers or other funds that are restricted for the acquisition or construction of capital assets are recorded as contributed capital. Contributed capital is amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such resources. This depreciation is closed to the contributed capital account and is reflected as an adjustment to net income.

RESERVES

Fund equity - reserved accounts represents those portions of fund equity not appropriable for expenditure or those fund equity amounts legally segregated for a specific future use or for specific future uses.

N. INTERFUND TRANSACTIONS

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

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

O. AD VALOREM TAXES

The following is a summary of adjusted authorized and levied ad valorem tax millages for the year ended December 31, 1995:

<u>Fund</u>	<u>Adjusted Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parishwide taxes:			
General Fund	4.71	4.71	None
Parish Road Main- tenance Fund	8.56	8.56	1997

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<u>Fund</u>	<u>Adjusted Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Courthouse and Jail Maintenance Fund	3.20	3.20	1997
Library Maintenance Fund	6.35	6.35	1999
Health Unit Main- tenance Fund	2.14	2.14	1997

There was no assessment of 1995 ad valorem taxes for the Hospital Service District No. 1 Debt Service Fund, as the district had on deposit at December 31, 1995, funds in excess of what are required to pay the principal and interest maturities remaining on the bond issue serviced by the district.

Ad valorem tax rates for 1995 were established in accordance with certain provisions of Act 433 of the Regular Session and Act 28 of the Extraordinary Session of the Louisiana Legislature of 1981.

Ad valorem taxes are collected for the police jury by the Grant Parish Sheriff and Ex-Officio Tax Collector.

The following are the ad valorem taxpayers for 1995 who own property in Grant Parish that has a total assessed valuation of at least \$1,000,000 and the total 1995 assessed valuation of property owned by each of these taxpayers.

1. Taxpayer: Farnland Industries, Inc.
 Type of business: Manufacturing
 1995 assessed valuation: \$2,456,529
 Percentage of total assessed valuation: 6.88%
2. Taxpayer: Central Louisiana Electric Co., Inc.
 Type of business: Public utility
 1995 assessed valuation: \$2,403,550
 Percentage of total assessed valuation: 6.74%
3. Taxpayer: Ditto Apparel of California
 Type of business: Manufacturing
 1995 assessed valuation: \$2,073,129
 Percentage of total assessed valuation: 5.81%
4. Taxpayer: South Central Bell Telephone Co.
 Type of business: Public utility
 1995 assessed valuation: \$1,992,830
 Percentage of total assessed valuation: 5.59%

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5. Taxpayer: Trunkline Gas Co.
Type of business: Public utility
1995 assessed valuation: \$1,262,390
Percentage of total assessed valuation: 3.54%
6. Taxpayer: Louisiana and Arkansas Railway Co.
Type of business: Public utility
1995 assessed valuation: \$1,239,850
Percentage of total assessed valuation: 3.47%

The total 1995 assessed valuation of property owned by the above taxpayers, which is located in Grant Parish, is \$11,428,278 or 32.03 per cent of the total 1995 assessed valuation of property in Grant Parish. The total 1995 assessed valuation of property in Grant Parish is \$35,680,404.

P. SALES AND USE TAX

On September 29, 1984, voters of the parish approved a one per cent sales and use tax with no expiration date, which is dedicated to paying the cost of constructing, acquiring, improving, maintaining, and operating solid waste collection and disposal facilities for the parish, including the cost of enforcing litter laws and the payment of the cost of closing garbage dumps owned or operated by the parish at the time the sales and use tax proposition was passed. In addition, proceeds from the sales and use tax can be used to fund bonds to pay related capital costs. The Grant Parish School Board collects the sales and use tax for the police jury for a fee of 1.75 per cent of collections.

Q. 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, results of operations or changes in financial position 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.

2. CASH AND CASH EQUIVALENTS

At December 31, 1995, the police jury has cash and cash equivalents (book balances) totaling \$1,537,598 as follows:

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<u>Description</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Enterprise Fund</u>	<u>Total</u>
Demand deposit		\$ 8,438			\$ 8,438
Interest bearing					
demand deposits	\$56,738	336,864	\$121,614	\$241,475	756,691
Time deposits	<u>5,679</u>	<u>666,790</u>		<u>100,000</u>	<u>772,469</u>
Total	<u>\$62,417</u>	<u>\$1,012,092</u>	<u>\$121,614</u>	<u>\$341,475</u>	<u>\$1,537,598</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 or exceed 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.

At December 31, 1995, the police jury has \$1,709,035 in deposits (collected bank balances). These deposits are secured from risk by \$400,000 of federal deposit insurance and \$1,890,984 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3), 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. RECEIVABLES

The following is a summary of receivables at December 31, 1995:

<u>Description</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Enterprise Fund</u>	<u>Total</u>
Taxes:				
Ad valorem	\$ 97,311	\$418,375		\$515,686
Sales and use		40,872		40,872
Other	5,581			5,581
Intergovernmental - grants:				
Federal	5,379			5,379
State	99,420	92,891		192,311

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<u>Description</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Enterprise Fund</u>	<u>Total</u>
Accounts			\$50,739	\$ 50,739
Other	\$ 8,320	\$ 15,767	1,035	25,122
Total	<u>\$216,011</u>	<u>\$567,905</u>	<u>\$51,774</u>	<u>\$835,690</u>

Receivables at December 31, 1995, of the Enterprise Fund resulting from the sales of natural gas are due from residents of Grant Parish, Louisiana. This situation represents a concentration of credit risk as defined by generally accepted accounting principles. In order to limit potential losses, customers of the Enterprise Fund are required to put up a refundable deposit; presently, the required amount is \$125. Deposits received from customers are recorded in the accounts as deposits held for others - customers' meter deposits; these deposits total \$66,505 at December 31, 1995.

Year end receivables, which prove uncollectible, are written off in the subsequent year.

At December 31, 1994, there was an unpaid principal balance of \$125,760 remaining on a loan receivable from Mid-Gulf Forest Industries, Inc. that was assigned to the State of Louisiana Division of Administration. After making two payments of principal and interest due on January 20, 1995 and April 20, 1995, respectively, Mid-Gulf Forest Industries, Inc. paid in full the remaining principal balance of \$99,251, plus accrued interest of \$1,489 thereon, on July 10, 1995.

4. CRIMINAL COURT FUND

Louisiana Revised Statute 15:571.11 requires that one-half of any fund balance remaining in the Criminal Court Fund at year end be transferred to the General Fund. At December 31, 1994, there was an accumulated total of \$9,307 in fund balances of the Criminal Court Fund, which was due the General Fund. The aforesaid amount was written off at the end of 1995, as it was not collectible. In addition, the police jury will not establish interfund receivables for any future fund balances remaining in the Criminal Court Fund at years end.

5. INTERFUND ASSETS/LIABILITIES

The following are summaries of interfund assets/liabilities at December 31, 1995:

INTERFUND RECEIVABLES/PAYABLES

<u>Receivable Funds</u>	<u>Payable Funds</u>	<u>Amount</u>
General Fund	Parish Road Maintenance Fund	\$ 5,911
General Fund	Sanitary Landfill Maintenance Fund	13

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INTERFUND RECEIVABLES/PAYABLES (Contd.)

<u>Receivable Funds</u>	<u>Payable Funds</u>	<u>Amount</u>
General Fund	Courthouse and Jail Maintenance Fund	\$ 64
General Fund	Health Unit Maintenance Fund	45
Parish Road Maintenance Fund	General Fund	426
Parish Road Maintenance Fund	Sanitary Landfill Maintenance Fund	22,573
Sanitary Landfill Maintenance Fund	General Fund	18,888
Community Development Block Grant Fund - Fire Protection Improvements	General Fund	<u>8</u>
Total		<u>\$47,928</u>

Amounts due the General Fund from the Parish Road Maintenance Fund, Sanitary Landfill Maintenance Fund, Courthouse and Jail Maintenance Fund and Health Unit Maintenance Fund are for fees and charges for services rendered (administrative fees). The amount due: the Parish Road Maintenance Fund from the General Fund is the unpaid balance remaining on interfund loans; the Parish Road Maintenance Fund from the Sanitary Landfill Maintenance Fund is for the reimbursement of salaries; the Sanitary Landfill Maintenance Fund from the General Fund is for the amount that will be repaid on interfund loans in 1996, as the General Fund is paying \$1,574 a month on the interfund loans; and the amount due the Community Development Block Grant Fund - Fire Protection Improvements is for the reimbursement of a bank service charge.

ADVANCES TO OTHER FUND AND ADVANCES FROM OTHER FUND

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Sanitary Landfill Maintenance Fund	General Fund	<u>\$85,285</u>

The amount due the Sanitary Landfill Maintenance Fund from the General Fund is for the balance remaining on interfund loans that will not be repaid in 1996. Consequently, this amount will not be available for funding the 1996 operations of the Sanitary Landfill Maintenance Fund, and as a result is recorded as an advance.

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6. FIXED ASSETS AND ACCUMULATED DEPRECIATION

A summary of Enterprise Fund fixed assets and accumulated depreciation thereon at December 31, 1995, follows:

<u>Description</u>	<u>Fixed Assets</u>	<u>Less Accumulated Depreciation</u>	<u>Net Fixed Assets</u>
Natural gas distribution system	\$1,245,902	\$(479,995)	\$765,907
Mobile home	625	(625)	None
Equipment	<u>81,802</u>	<u>(33,904)</u>	<u>47,898</u>
Total	<u>\$1,328,329</u>	<u>\$(514,524)</u>	<u>\$813,805</u>

Fixed assets are valued at historical cost. Depreciation is/was computed using the straight-line method over: estimated useful lives of five, ten and fifty years for separate and various parts of the natural gas distribution system; an estimated useful life of fourteen years for a mobile home; and estimated useful lives of four, five and ten years for separate and individual pieces of equipment.

There were no additions to fixed assets or disposals of fixed assets in 1995.

7. ACCOUNTS AND OTHER PAYABLES

Accounts and other payables at December 31, 1995, are summarized as follows:

<u>Description</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Enterprise Fund</u>	<u>Total</u>
Salaries		\$ 14,193	\$548	\$21,300	\$ 36,041
Employees' with-holdings	\$23,510			2,459	25,969
Accounts	26,592	90,186		36,475	153,253
Other	<u> </u>	<u>1,457</u>	<u> </u>	<u>1,738</u>	<u>3,195</u>
Total	<u>\$50,102</u>	<u>\$105,836</u>	<u>\$548</u>	<u>\$61,972</u>	<u>\$218,458</u>

Contingent on the receipt of a rural development grant, the police jury has agreed to reimburse the Grant Parish Sheriff's Office \$20,000 for a portion of the cost of a new kitchen for the parish jail. This amount was not recorded as a payable.

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8. INTERGOVERNMENTAL PAYABLE

At December 31, 1995, the General Fund owes the State of Louisiana - Department of Elections and Registration \$28,600 for the cost of parish elections and the cost of tax propositions presented to the voters of the parish, and past due charges thereon. Past due charges included in the aforesaid amount total \$18,441.

9. OTHER LIABILITIES

Other liabilities in the amount of \$5,628 at December 31, 1995, are comprised of the unexpended balances of state grants received by Camp Jessie Harrison, a recreational facility located in Grant Parish that is owned by Louisiana State University and Agricultural and Mechanical College, for which the Grant Parish Police Jury has an operating lease. The police jury is administering the grants for Camp Jessie Harrison. Transactions related to these grants are recorded in the General Fund.

10. LEASES

CAPITAL LEASE PURCHASE AGREEMENTS

Items of equipment of varying descriptions and real property being purchased through capital lease purchase agreements for use by governmental funds at December 31, 1995, are not recorded as general fixed assets in the accompanying financial statements, as the police jury's records on its general fixed assets are incomplete. However, the total principal amount owed of \$132,604 at December 31, 1995, on equipment and real property being acquired through capital lease purchase agreements is recorded in the accompanying financial statements as a general long-term obligation; these capital lease purchase agreements are summarized as follows:

<u>Type</u>	<u>Amount</u>
Equipment	\$ 90,604
Real property	<u>42,000</u>
Total	<u>\$132,604</u>

Equipment and real property being purchased through capital lease purchase agreements are described in note 11.

The following is a summary of the totals of future payments required to service the long-term debt represented by the capital lease purchase agreements payable at December 31, 1995:

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<u>Year</u>	<u>Amount</u>
1996	\$ 66,741
1997	39,709
1998	27,135
1999	<u>11,220</u>
Total of minimum payments	144,805
Less amount representing executory costs	<u>(70)</u>
Total of net minimum payments	144,735
Less amount representing interest and other charges	<u>(12,201)</u>
Total of present value of net minimum payments	<u>\$132,534</u>

OPERATING LEASES

The police jury has two operating leases for real property in effect at December 31, 1995.

At December 31, 1995, the police jury has a 25 year operating lease, unless terminated sooner by mutual consent, dated October 21, 1976, with the Town of Colfax for land on which the area civic center is located. This operating lease expires on October 20, 2001, and requires annual payments of \$100. Renewal options are available to the police jury for an additional 74 years. Payments on this operating lease are being made by the General Fund.

The police jury (lessee) at December 31, 1995, has an operating lease dated October 23, 1984, with the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College (lessor) for property usually referred to as Camp Jessie Harrison. The original operating lease on this property expired on October 23, 1989. Under terms of the original operating lease, the lessee and lessor may mutually agree to extend the term of the operating lease for additional periods of five years; the operating lease has been extended for two successive five year periods through October 23, 1999. The lessor may terminate this operating lease if lessee fails to comply with the terms of the lease. This operating lease requires annual payments of \$10. Payments on the operating lease are being made by the General Fund.

The total of the minimum annual commitments of the aforescribed operating leases are summarized as follows:

<u>Year</u>	<u>Amount</u>
1996	\$110
1997	110
1998	110

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<u>Year</u>	<u>Amount</u>
1999	\$100
2000	<u>100</u>
Total	<u>\$530</u>

11. CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The following is a summary of general long-term obligations transactions for the year ended December 31, 1995:

<u>Account</u>	<u>Amount Payable January 1, 1995</u>	<u>Additions in 1995</u>	<u>Deductions in 1995</u>	<u>Amount Payable December 31, 1995</u>
Compensated absences payable	\$ 30,620	\$20,714	\$ (21,177)	\$ 30,157
Capital lease purchase agreements payable	215,221		(82,617)	132,604
General obligation bonds payable	95,000		(30,000)	65,000
Judgements payable	237,181			237,181
Solid waste landfill post-closure costs	<u>22,000</u>	<u>6,500</u>	<u> </u>	<u>28,500</u>
Total	<u>\$600,022</u>	<u>\$27,214</u>	<u>\$(133,794)</u>	<u>\$493,442</u>

The following paragraphs discuss the accounts included in the above summary of general long-term obligations transactions for the year ended December 31, 1995.

COMPENSATED ABSENCES PAYABLE

At December 31, 1995, a substantial number of the employees of the General Fund, Parish Road Maintenance Fund, Sanitary Landfill Maintenance Fund and Library Maintenance Fund, all of which are categorized as governmental funds, have accumulated vested annual leave benefits, or absences for which they may be compensated, totaling \$30,157. Amounts which comprise the aforesaid total were computed in accordance with applicable annual leave policies and GASB Codification Section C60. The cost of these accumulated vested annual leave benefits is recognized as a current year expenditure within the various funds when the annual leave is actually taken or when employees are paid for accrued annual leave, which is computed using the same standards described above, while the cost of annual leave benefits not requiring current resources is recorded in the General Long-Term Obligations Account Group.

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The liability for accumulated vested annual leave benefits of Criminal Court Fund employees at December 31, 1995, is not included in the above summary of general long-term obligations transactions, as the management of the district attorney's office did not provide the information necessary to compute these benefits by the time the current financial statements and accompanying notes were completed. The Criminal Court Fund is categorized as a governmental fund also.

At December 31, 1995, certain employees of the Enterprise Fund have accumulated vested annual leave benefits, or absences for which they may be compensated, totaling \$3,247. Amounts which comprise this total were computed in accordance with the annual leave policies of the Enterprise Fund and GASB Codification Section C60. The \$3,247 liability for vested annual leave benefits of the Enterprise Fund is recorded in the accounts of this fund.

At December 31, 1995, compensated absences payable of funds categorized as governmental funds and the Enterprise Fund total \$33,404.

CAPITAL LEASE PURCHASE AGREEMENTS PAYABLE

As stated in note 10, the police jury is purchasing equipment of varying descriptions and real property through capital lease purchase agreements payable at December 31, 1995. The following paragraphs discuss each one of these capital lease purchase agreements payable in detail.

On December 31, 1995, there is a principal balance of \$580 outstanding on a capital lease purchase agreement payable with the AT and T Credit Corporation. This capital lease purchase agreement payable is dated September 15, 1992, is for an office telephone system and is payable in 48 fully amortized monthly payments of principal and interest of \$69 each, at an interest rate of 15.5 per cent per annum; the total amount financed was \$2,458. The first payment was due on October 15, 1992, and the final payment is due on September 15, 1996. Payments on this capital lease purchase agreement payable are being made by the General Fund.

At December 31, 1995, there is a principal balance of \$22,153 remaining on a capital lease purchase agreement payable with Contractors' Finance Co., Inc. This capital lease purchase agreement payable is dated June 11, 1992, is for a motor grader, is payable in one principal payment of \$2,911 and 58 fully amortized monthly payments of principal and interest of \$1,455 each, at an interest rate of seven per cent per annum; the total amount financed was \$74,185. The first payment was due on June 11, 1992, and the final payment is due on April 11, 1997. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Account).

On December 31, 1995, there is a principal balance of \$13,221 outstanding on a capital lease purchase agreement payable with Municipal Services Group, Inc. This capital lease purchase agreement payable is dated July 17, 1992, is for three trucks with dump bodies and is

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payable in: one principal payment of \$3,355; one principal payment of \$2,530; one principal payment of \$2,545; and 45 fully amortized monthly payments of principal and interest of \$3,355 each, at an interest rate of 7.23 per cent per annum; the total amount financed was \$140,330. The first payment was due on July 29, 1992, and the final payment is due on April 11, 1996. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Account).

At December 31, 1995, there is a principal balance of \$13,891 outstanding on a capital lease purchase agreement payable with Contractors' Finance Co., Inc. This capital lease purchase agreement payable is dated December 15, 1992, is for a wheel loader/backhoe with buckets and stabilizer pads, is payable in one principal payment of \$1,351 and 58 fully amortized monthly payments of principal and interest of \$675 each, at an interest rate of seven per cent per annum; the total amount financed was \$34,425. The first payment was due on December 14, 1992, and the final payment is due on October 14, 1997. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Capital Improvement Account).

On December 31, 1995, there is a principal balance of \$20,834 outstanding on a capital lease purchase agreement payable with the Scott Truck and Tractor of Alexandria, Inc. This capital lease purchase agreement payable is dated April 20, 1994, is for a tractor and is payable in 60 fully amortized monthly payments of principal and interest of \$600 each, at an interest rate of 8.5 per cent per annum; the total amount financed was \$29,243. The first payment was due on May 11, 1994, and the final payment is due on April 11, 1999. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Capital Improvement Account).

At December 31, 1995, there is a principal balance of \$19,925 outstanding on a capital lease purchase agreement payable with the Scott Truck and Tractor of Alexandria, Inc. This capital lease purchase agreement payable is dated April 20, 1994, is for a tractor, cutter and side mount mower, and is payable in 60 fully amortized monthly payments of principal and interest of \$574 each, at an interest rate of 8.5 per cent per annum; the total amount financed was \$27,939. The first payment was due on May 15, 1994, and the final payment is due on April 15, 1999. Payments on this capital lease purchase agreement payable are being made by the Parish Road Maintenance Fund (Parish Road Capital Improvement Account).

On December 31, 1995, there is a principal balance of \$42,000 outstanding on a capital lease purchase agreement payable with Mary Coco. This capital lease purchase agreement payable is dated January 1, 1993, is for the lease of land, buildings and improvements utilized by the parish's health unit, is payable in 78 fully amortized monthly payments of principal and an other monthly charge of \$1,088 each; the total amount financed was \$78,000. The first payment was due on January 1, 1993, and the final payment is due on June 1, 1999. The language of the lease does not provide for interest; however, the aforementioned other monthly charge is \$88. Payments on this capital lease purchase agreement payable are being made by the Health Unit Maintenance Fund.

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In 1995, the December 31, 1994, \$2,880 balance on a capital lease purchase agreement payable dated May 16, 1990, with Contractors' Finance Co., Inc. was paid in full.

Title to each item of equipment and title to the real property being purchased through a capital lease purchase agreement transfers to the police jury after all payments have been made on the related capital lease purchase agreement and after the police jury has exercised the option to purchase the equipment and real property, which usually includes an additional minimal payment on leases for equipment.

GENERAL OBLIGATION BONDS PAYABLE

At December 31, 1995, there is a \$65,000 principal balance remaining on a \$350,000 issue of public improvement bonds, dated February 1, 1977, of Hospital Service District No. 1. The purpose of this bond issue was to provide funds for acquiring buildings, machinery and equipment, including both real and personal property, to be used in providing hospital service facilities for Hospital Service District No. 1. The principal on these bonds is payable in 19 annual installments which range from \$10,000 to \$35,000. Principal payments commenced on February 1, 1979, and the final principal payment is due on February 1, 1997. Interest on these bonds is payable in 38 semi-annual payments which range from \$1,050 to \$10,453 and one annual interest payment amounting to \$20,837. The initial interest payment was due on February 1, 1978, and the final interest payment is due on February 1, 1997. Interest rates on this bond issue range from five to six per cent. Payments to retire this bond issue are being made from the Hospital Service District No. 1 Debt Service Fund.

At December 31, 1995, there is \$121,066 available in the Hospital Service District No. 1 Debt Service Fund to fund the payment of the remaining maturities of principal and interest due on the bond issue described in the preceding paragraph. The total of these principal and interest maturities is \$69,050.

The general obligation bonds 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 per cent of the assessed value of taxable property in the parish. At December 31, 1995, this statutory limit is \$3,568,040.

JUDGEMENTS PAYABLE

At December 31, 1995, three judgements totaling \$237,181 have been rendered against the police jury. These judgements are final, definitive and irreversible. The aforesaid total of judgements payable at December 31, 1995, does not include deposition costs, expert witness fees, court costs or legal interest from date of judicial demand, which were also assessed.

The police jury did not have general liability insurance to cover the amounts of judgements awarded to plaintiffs in lawsuits brought against the police jury. Consequently, the \$237,181 in judgements payable at December 31, 1995, plus all related costs and interest from date of judicial demand will be paid from the General Fund when funds become available.

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 (Continued)

SOLID WASTE LANDFILL POST-CLOSURE COSTS

A landfill closure plan, approved by the State of Louisiana - Department of Environmental Quality (D.E.Q.), for the closure of a solid waste landfill site once operated by the police jury is comprised of two phases, a pre-closure plan and a post-closure plan.

It is believed that the requirements of the pre-closure plan have been fulfilled, as police jury employees have done a substantial amount of work at the former landfill site on the pre-closure plan requirements. However, as of the completion date of the current financial statements and accompanying notes D.E.Q. had not certified that pre-closure plan requirements have been met.

After D.E.Q. certifies that pre-closure plan requirements have been met, the police jury will begin implementation of the post-closure plan. It is estimated that the police jury will incur costs totaling \$28,500 over a three year period to successfully implement the post-closure plan. These costs will be paid by the Sanitary Landfill Maintenance Fund as they are incurred.

A Solid Waste Landfill Closure Summary, dated February 6, 1996, prepared by an employee of the engineering firm retained by the police jury is the source of the information contained in the above paragraphs.

SCHEDULE OF ANNUAL REQUIREMENTS TO AMORTIZE CAPITAL LEASE PURCHASE AGREEMENTS PAYABLE AND GENERAL OBLIGATION BONDS PAYABLE

The annual requirements to amortize capital lease purchase agreements payable and general obligation bonds payable at December 31, 1995, including interest payments and other related charges totaling \$16,251 are presented in the following schedule:

<u>Year</u>	<u>Capital Lease Purchase Agreements Payable</u>	<u>General Obligation Bonds Payable</u>	<u>Total</u>
1996	\$ 66,741	\$33,000	\$ 99,741
1997	39,709	36,050	75,759
1998	27,135		27,135
1999	<u>11,220</u>	<u> </u>	<u>11,220</u>
Total	<u>\$144,805</u>	<u>\$69,050</u>	<u>\$213,855</u>

12. EQUITY - CONTRIBUTED CAPITAL

The equity - contributed capital account of the Enterprise Fund at December 31, 1995, is summarized as follows:

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 Notes to the Primary Government Financial Statements
 As of and for the Year Ended December 31, 1995
 (Continued)

Equity - contributed capital - grants received from State of Louisiana: Department of Transportation and Development	\$ 28,718
Division of Administration	<u>567,768</u>
Total	596,486
Less accumulated amortization of equity - contributed capital at December 31, 1995	<u>(115,684)</u>
Equity - contributed capital at December 31, 1995	<u>\$480,802</u>

Grants received by the Enterprise Fund that are restricted for the acquisition and/or construction of capital assets are recorded as equity - contributed capital. Equity - contributed capital is amortized based on the depreciation recognized on that portion of the assets acquired from such contributions. This depreciation is closed to the equity - contributed capital account and is reflected as an adjustment to net income for the year ended December 31, 1995, as shown by Statement C.

13. EQUITY - FUND BALANCES - RESERVES

RESERVED FOR ADVANCES TO GENERAL FUND

At December 31, 1995, a portion of the fund balance of the Sanitary Landfill Maintenance Fund, in the amount of \$85,285, is reserved for advances to the General Fund. This amount represents the portion of interfund loans that will not be repaid in 1996. Consequently, the aforesaid amount will not be available to finance the 1996 operations of the Sanitary Landfill Maintenance Fund.

RESERVED FOR ECONOMIC DEVELOPMENT LOANS

The Economic Development Loan Fund has a fund balance of \$216,940 at December 31, 1995. This fund balance is reserved for loans which will enhance the economic development of the parish.

RESERVED FOR DEBT SERVICE OF GENERAL OBLIGATION BONDS

At December 31, 1995, a portion of the fund balance of the Hospital Service District No. 1 Debt Service Fund, in the amount of \$65,000, is reserved for future debt service requirements of the district's general obligation bond issue dated February 1, 1977. This amount represents the total of the unpaid principal maturities remaining on the bond issue.

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Continued)

14. FUND DEFICIT

At December 31, 1995, the Insurance Premium Tax Fund has a \$103 deficit in its unreserved/undesignated fund balance account. This deficit will be eliminated by reducing the 1996 expenditures of this fund.

15. FUND BALANCES AT BEGINNING OF YEAR - ADJUSTMENTS

At the end of 1995, a \$9,307 interfund receivable of the General Fund, which was due from the Criminal Court Fund, for one-half of fund balances remaining in the Criminal Court Fund at the end of prior years was forgiven and written off, as it was uncollectible. The amount was accrued in prior years, as provided by certain provisions of Louisiana Revised Statute 15:571.11. This adjustment reduced the beginning fund balance of the General Fund from \$20,178 to \$10,871.

Interest charged in prior years, in the amount of \$13,995, on a past-due Library Maintenance Fund intergovernmental payable due to the State of Louisiana - Department of Elections and Registration for a funding election was written off at December 31, 1995, as it was forgiven. This increased the beginning fund balance of the Library Maintenance Fund from \$143,840 to \$157,835.

At the end of 1995, a \$9,307 interfund payable of the Criminal Court Fund, which was due to the General Fund, for one-half of fund balances remaining in the Criminal Court Fund at the end of prior years was written off, as it was forgiven. The amount was accrued in prior years, as provided by certain provisions of Louisiana Revised Statute 15:571.11. This adjustment increased the beginning fund balance of the Criminal Court Fund from \$4,332 to \$13,639.

16. PENSION PLAN

PLAN DESCRIPTION

A substantial number of General Fund, Parish Road Maintenance Fund, Sanitary Landfill Maintenance Fund, Library Maintenance Fund, Criminal Court Fund and Enterprise Fund employees are members of the Parochial Employees' Retirement System of Louisiana (System). The System is a cost sharing, a multiple-employer defined benefit pension plan administered by its own board of trustees and consists of two distinct plans, a Plan A and a Plan B. Assets owned by each plan are accounted for separately and each plan has its own benefit provisions. All of the employees referred to above are enrolled in the System under Plan A.

All permanent employees working at least 28 hours per week and who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. 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 three per cent of their final-average salary for each year of creditable service. However, for those

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 Notes to the Primary Government Financial Statements
 As of and for the Year Ended December 31, 1995
 (Continued)

employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to one per cent of the final-average salary, plus \$24 for each year of supplemental plan only on service earned prior to January 1, 1980, plus three per cent of final average salary for each year of service credited after the revision date. Final-average salary is the employees' 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 who 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.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information on the System. This report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (504) 928-1361.

FUNDING POLICY

Under Plan A, members are required by state statute to contribute 9.5 per cent of their annual covered salary and employers are required to contribute at a rate that is actuarially determined, the current rate of employers is 8.0 per cent of annual covered payroll. Contributions to the System also include one-fourth of one per cent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. 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 members and employers are established and amended by state statute. As provided by Louisiana Revised Statute 11:103, 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.

A summary of actual contributions by employees and employers to the System, as required by Plan A, for the years ending December 31, 1993, 1994 and 1995 follows:

<u>Year</u>	<u>Employees' Actual Contributions</u>	<u>Employers' Actual Contributions</u>	<u>Total</u>
1993	\$ 67,581	\$ 62,248	\$129,829
1994	66,918	58,114	125,032
1995	<u>75,934</u>	<u>63,943</u>	<u>139,877</u>
Total	<u>\$210,433</u>	<u>\$184,305</u>	<u>\$394,738</u>

The actual contributions of employees and employers to the System, as required by Plan A and detailed above, were equal to the required contributions for the years ending December 31, 1993, 1994 and 1995.

17. OTHER POSTEMPLOYMENT BENEFITS

The General Fund, Parish Road Maintenance Fund, Sanitary Landfill Maintenance Fund, Library Maintenance Fund, Criminal Court Fund and Enterprise Fund, the only funds with employees, do not contribute to the cost of other postemployment benefits, such as health care or life insurance benefits.

18. SOLID WASTE LANDFILL POST-CLOSURE COSTS

The following Solid Waste Landfill Closure Summary, dated February 6, 1996, was prepared by an employee of the engineering firm retained by the police jury.

GRANT PARISH POLICE JURY

SOLID WASTE LANDFILL CLOSURE SUMMARY

FEBRUARY 6, 1996

The State of Louisiana, Department of Environmental Quality (D.E.Q.) has ordered that the Grant Parish Police Jury (G.P.P.J.) cease all solid waste landfill operations at the solid waste landfill site located near Dry Prong, Louisiana. As such, the Grant Parish Police Jury developed and received D.E.Q. approval for a Landfill Closure Plan dated December 12, 1991. The Closure Plan is composed of a pre-closure plan and a post-closure plan. As of this date, the pre-closure plan has been implemented and the G.P.P.J. is awaiting approval and authorization from the D.E.Q. to begin implementation of the post-closure plan. By February 3, 1991, the Grant Parish Police Jury stopped receiving waste at the Grant Parish Landfill. All solid waste generated by the residents of Grant Parish is now being accepted by the LaSalle Parish Landfill. In accordance with the pre-closure plan, the entire landfill site has been covered with final cover, a clayey material, to a minimum thickness of 24". This final cover has also been fertilized and seeded with rye grass, bermuda grass and bahia grass. Additionally, the entire site has been fenced and posted with warning signs. Three monitoring wells have been installed at the site to provide for future sampling and testing of ground water. As of the date of this report, the G.P.P.J. is currently awaiting approval of the D.E.Q. of the implementation of the pre-closure plan so that the post-closure plan may be implemented. The post-closure plan requires that a licensed Civil Engineer check the integrity of the earth cover at the site quarterly for three years after acceptance of closure by the D.E.Q. Additionally, the post-closure plan requires that the monitoring wells be sampled and tested for a minimum of three years after the acceptance of closure by the D.E.Q. After reviewing the requirements of the post-closure plan, we recommend that the G.P.P.J. establish a budget of \$4,200 annually for inspection and repair supervision of the clay cap by a licensed Civil Engineer. Additionally, we estimate a budget of \$8,900 be established for purging and developing each of the three monitoring wells and for collecting samples and analyzing samples from each of the water wells on a quarterly basis for the first year of the post-closure period. The annual budget of \$8,900 can be reduced to \$3,500 for the second and third year of the post-closure period as monitoring, well collecting and sampling requirements become less stringent.

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 Notes to the Primary Government Financial Statements
 As of and for the Year Ended December 31, 1995
 (Continued)

The total costs, computed from information contained in the above summary, of \$28,500 that the police jury will incur over a three year period in successfully implementing the post-closure plan have been recorded as a general long-term obligation in the General Long-Term Obligations Account Group. Post-closure plan costs will be paid by the Sanitary Landfill Maintenance Fund as they are incurred.

19. FOOD STAMP PROGRAM

The Food Stamp Program of the parish is operated by the police jury under an agreement with the Louisiana Department of Social Services. Under this program, the police jury is responsible for the issuance of food stamps to eligible participants in the parish. The value of food stamps on hand, received and issued is not recorded in the accompanying financial statements. Activity for the year ended December 31, 1995, is summarized as follows:

Balance at January 1, 1995	\$ 691,173
Received in 1995	2,638,000
Issues in 1995	<u>(2,652,050)</u>
Balance at December 31, 1995	<u>\$ 677,123</u>

20. FEDERAL COMPLIANCE CONTINGENCIES

The police jury participates in a number of federally assisted programs. Audits of prior years have not resulted in any disallowed costs; however, grantor agencies may conduct further examinations. Based on prior experience, the management of the police jury believes that further examinations, if any, will not result in any material disallowed costs.

21. RELATED PARTY TRANSACTIONS

During the year ended December 31, 1995, the police jury was not involved in any transactions that could be defined as related party transactions, nor were the component units included in the accompanying financial statements involved in any transactions of this nature during the same period.

22. PENDING LITIGATION AND JUDGEMENTS PAYABLE

PENDING LITIGATION

The District Attorney of Grant Parish, the legal representative of the police jury, did not provide the information required to prepare the note on pending litigation by the completion date of the current financial statements and accompanying notes. Consequently, the note on pending litigation is not presented.

GRANT PARISH POLICE JURY
Colfax, Louisiana
Notes to the Primary Government Financial Statements
As of and for the Year Ended December 31, 1995
(Concluded)

JUDGEMENTS PAYABLE

At December 31, 1995, three judgements totaling \$237,181 have been rendered against the police jury. These judgements are final, definitive and irreversible. The aforesaid total of judgements payable at December 31, 1995, does not include deposition costs, expert witness fees, court costs or legal interest from date of judicial demand, which were also assessed.

No portion of the \$237,181 in judgements payable at December 31, 1995, is covered by general liability insurance.

23. SUBSEQUENT EVENTS

No events have occurred subsequent to December 31, 1995, that would materially affect the accompanying financial statements.

24. GENERAL LIABILITY INSURANCE

The Grant Parish Police Jury has found the cost of general liability insurance coverage to be prohibitive. Consequently, the police jury has not obtained general liability insurance coverage against possible losses resulting from claims filed by individuals who might suffer injury while on police jury property.

At December 31, 1995, the Enterprise Fund (Consolidated Gas Utility Districts of Grant Parish Enterprise Fund) has a comprehensive general liability insurance policy in effect that provides limited coverage of up to \$300,000. The next renewal premium on this policy is due in May of 1996.

GRANT PARISH POLICE JURY
Colfax, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 1995

FUND DESCRIPTIONS - SPECIAL REVENUE FUNDS

PARISH ROAD MAINTENANCE FUND

The Parish Road Maintenance Fund accounts for expenditures related to the construction of new roads and bridges and the maintenance of existing roads and bridges. Financing is provided primarily by ad valorem taxes, national forest revenues, state parish transportation funds, state revenue sharing funds and interest earnings. The Parish Road Maintenance Fund is comprised of the Parish Road Account and the Parish Road Capital Improvement Account.

SANITARY LANDFILL MAINTENANCE FUND

The Sanitary Landfill Maintenance Fund accounts for expenditures related to the operation and maintenance of a parishwide program of garbage collection and disposal. Financing is provided primarily by sales and use taxes, interest earnings and royalties.

COURTHOUSE AND JAIL MAINTENANCE FUND

The Courthouse and Jail Maintenance Fund accounts for expenditures related to the operation and maintenance of the courthouse and jail complex. Financing is provided by ad valorem taxes, state revenue sharing funds and interest earnings.

LIBRARY MAINTENANCE FUND

The Library Maintenance Fund accounts for expenditures related to the operation and maintenance of the parish library. Financing is provided by ad valorem taxes, state revenue sharing funds, other state grants, interest earnings and self generated revenues of varying descriptions.

HEALTH UNIT MAINTENANCE FUND

The Health Unit Maintenance Fund accounts for expenditures related to the operation and maintenance of the parish health unit. Financing is provided by ad valorem taxes, state revenue sharing funds, interest earnings and rental income.

MEDICAL CLINIC MAINTENANCE FUND

The Medical Clinic Maintenance Fund accounts for expenditures related to the maintenance of the parish medical clinic. Financing is provided by interest earnings and rental income.

GRANT PARISH POLICE JURY
Colfax, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended December 31, 1995
(Concluded)

ECONOMIC DEVELOPMENT LOAN FUND

The accumulated funds of the Economic Development Loan Fund may be used for loans that will enhance the economic development of the parish. The only revenue source of this fund is interest earnings.

CRIMINAL COURT FUND

The Criminal Court Fund accounts for expenditures of the criminal court of the parish. Financing is provided by transfers in from special accounts of the district attorney, fines and costs assessed by the criminal court, interest earnings and operating transfers in from the General Fund.

INSURANCE PREMIUM TAX FUND

The Insurance Premium Tax Fund accounts for revenues generated from an annual license tax levied on all insurers engaged in the business of issuing any form of insurance policy or insurance contract in Grant Parish. Collections of the insurance premium tax and interest earnings may be disbursed on an equal basis to the seven fire districts of the parish or be transferred to the General Fund.

STATE TROOPERS AND OFFICERS' SUBPOENA FUND

The State Troopers and Officers' Subpoena Fund accounts for certain witness fees paid to state troopers and other law enforcement officials. Financing is provided by fines and costs assessed by the criminal court.

GRANT PARISH POLICE JURY
Coffax, Louisiana
SPECIAL REVENUE FUNDS

Schedule 1

Combining Balance Sheet
December 31, 1995

	MAINTENANCE FUNDS	ECONOMIC DEVELOPMENT LOAN FUND	CRIMINAL COURT FUND	INSURANCE PREMIUM TAX FUND	STATE TROOPERS AND OFFICERS' SUBPOENA FUND	TOTAL
<u>ASSETS</u>						
Cash and cash equivalents	\$ 765,851	\$ 216,940	\$ 701	\$ 162	\$ 8,438	\$ 1,012,092
Receivables	560,522		6,530		853	567,905
Interfund receivables	41,887					41,887
Advances to other fund	85,285					85,285
TOTAL ASSETS	\$ 1,473,545	\$ 216,940	\$ 7,231	\$ 162	\$ 9,291	\$ 1,707,169
<u>LIABILITIES AND EQUITY</u>						
Liabilities:						
Accounts and other payables	\$ 102,750		\$ 2,743	\$ 265	\$ 78	\$ 105,836
Interfund payables	28,606					28,606
Total Liabilities	131,356	None	2,743	265	78	134,442
Equity - fund balances (deficit):						
Reserved for:						
Advances to general fund	85,285					85,285
Economic development loans		\$ 216,940				216,940
Unreserved/undesignated	1,256,904		4,488	(103)	9,213	1,270,502
Total Equity	1,342,189	216,940	4,488	(103)	9,213	1,572,727
TOTAL LIABILITIES AND EQUITY	\$ 1,473,545	\$ 216,940	\$ 7,231	\$ 162	\$ 9,291	\$ 1,707,169

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 SPECIAL REVENUE FUNDS

Schedule 2

Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1995

	MAINTENANCE FUNDS	ECONOMIC DEVELOPMENT LOAN FUND	CRIMINAL COURT FUND	INSURANCE PREMIUM TAX FUND	STATE TROOPERS AND OFFICERS' SUBPOENA FUND	TOTAL
REVENUES						
Taxes:						
Ad valorem (net)	\$ 427,314					\$ 427,314
Sale and use (net)	588,576					588,576
Insurance premium				\$ 35,908		35,908
Intergovernmental revenues - state funds:						
Parish transportation funds	199,684					199,684
State revenue sharing (net)	76,925					76,925
Other state funds	2,946					2,946
Local funds - transfer in from special accounts of district attorney			\$ 104			104
Fees and charges for services rendered	42,654					42,654
Fines and costs assessed by criminal court (net)			84,533		\$ 9,560	94,093
Interest earned	23,630	\$ 9,318	58	693		33,699
Rentals of properties	17,300					17,300
Royalties	19,234					19,234
Other revenues	4,784				310	5,094
Total revenues	1,403,047	9,318	84,695	36,601	9,870	1,543,531
EXPENDITURES						
General government:						
Judicial			104,761		5,849	110,610
Finance and administrative	126,667		1,643	842	271	129,423
Other general government	70,736					70,736

(Continued)

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1995

	MAINTENANCE FUNDS	ECONOMIC DEVELOPMENT LOAN FUND	CRIMINAL COURT FUND	INSURANCE PREMIUM TAX FUND	STATE TROOPERS AND OFFICERS' SUBPOENA FUND	TOTAL
\$	1,395,241		\$ 106,404	\$ 842	\$ 6,120	\$1,395,241
	26,155					26,155
	154,759					154,759
	92,549					92,549
	220,075	None				220,075
Total expenditures	2,086,182	None	\$ 106,404	\$ 842	\$ 6,120	2,199,548
<u>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</u>	<u>(683,135)</u>	<u>\$ 9,318</u>	<u>(21,709)</u>	<u>35,759</u>	<u>3,750</u>	<u>(656,017)</u>
<u>OTHER FINANCING SOURCES (Use)</u>						
Insurance recovery	1,000					1,000
Operating transfers in			12,558			12,558
Operating transfers out				(52,695)		(52,695)
Total other financing sources (use)	1,000	None	12,558	(52,695)	None	(39,137)

EXCESS (Deficiency) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER (Use)

FUND BALANCES AT BEGINNING OF YEAR

Adjustments:

Interest charged in prior years on past due intergovernmental payable which was forgiven

13,995

(Continued)

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1995

	MAINTENANCE FUNDS	ECONOMIC DEVELOPMENT LOAN FUND	CRIMINAL COURT FUND	INSURANCE PREMIUM TAX FUND	STATE TROOPERS AND OFFICERS' SUBPOENA FUND	TOTAL
<u>FUND BALANCES AT BEGINNING OF YEAR (Contd.)</u>						
Adjustments: (Contd.)						
Uncollectible interfund payable accrued in prior years which was forgiven			\$ 9,307			\$ 9,307
<u>FUND BALANCES (Deficit) AT END OF YEAR</u>	\$ 1,342,189	\$ 2,16,940	\$ 4,488	\$ (103)	\$ 9,213	\$ 1,572,727

(Concluded)

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 SPECIAL REVENUE FUNDS - MAINTENANCE FUNDS

Combining Balance Sheet
 December 31, 1995

	PARISH ROAD MAINTENANCE FUND	SANITARY LANDFILL MAINTENANCE FUND	COURTHOUSE AND JAIL MAINTENANCE FUND	LIBRARY MAINTENANCE FUND	HEALTH UNIT MAINTENANCE FUND	MEDICAL CLINIC MAINTENANCE FUND	TOTAL
<u>ASSETS</u>							
Cash and cash equivalents	\$ 212,397	\$ 372,090	\$ 2,619	\$ 14,817	\$ 128,318	\$ 55,610	\$ 785,851
Receivables	228,408	46,940	78,553	154,089	52,532		560,522
Interfund receivables	22,999	18,888					41,887
Advances to other fund		85,285					85,285
TOTAL ASSETS	\$ 463,804	\$ 523,203	\$ 81,172	\$ 168,906	\$ 180,850	\$ 55,610	\$1,473,545
<u>LIABILITIES AND EQUITY</u>							
Liabilities:							
Accounts and other payables	\$ 73,392	\$ 15,770	\$ 7,376	\$ 4,156	\$ 1,915	\$ 141	\$ 102,750
Interfund payables	5,911	22,586	64		45		28,606
Total Liabilities	79,303	38,356	7,440	4,156	1,960	141	131,356
Equity - fund balances:							
Reserved for advances to general fund		85,285					85,285
Unreserved/undesignated	384,501	399,562	73,732	164,750	178,890	55,469	1,256,904
Total Equity	384,501	484,847	73,732	164,750	178,890	55,469	1,342,189
TOTAL LIABILITIES AND EQUITY	\$ 463,804	\$ 523,203	\$ 81,172	\$ 168,906	\$ 180,850	\$ 55,610	\$1,473,545

GRANT PARISH POLICE JURY
 Colfax, Louisiana
 SPECIAL REVENUE FUNDS - MAINTENANCE FUNDS

Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1995

	PARISH ROAD MAINTENANCE FUND	SANITARY LANDFILL MAINTENANCE FUND	COURTHOUSE AND JAIL MAINTENANCE FUND	LIBRARY MAINTENANCE FUND	HEALTH UNIT MAINTENANCE FUND	MEDICAL CLINIC MAINTENANCE FUND	TOTAL
REVENUES							
Taxes:							
Ad valorem (net)	\$ 180,663		\$ 67,465	\$ 134,020	\$ 45,166		\$ 427,314
Sale and use (net)		\$ 588,576					588,576
Intergovernmental revenues - state funds:							
Parish transportation funds	199,684						199,684
State revenue sharing (net)	33,273		12,439	22,895	8,318		76,925
Other state funds	96			2,850			2,946
Fees and charges for services rendered	42,654		476	1,147	2,820	\$ 731	42,654
Interest earned	9,431					17,300	23,630
Rentals of properties							17,300
Royalties		19,234					19,234
Other revenues		204					204
Total revenues	465,801	617,039	80,380	165,492	56,304	18,031	1,403,047
EXPENDITURES							
General government:							
Finance and administrative	60,036	49,887	8,250	1,928	5,848	718	126,667
Other general government			70,736				70,736
Public works	928,645	466,596					1,395,241
Health and welfare					20,439	5,716	26,155
Culture and recreation	79,499			154,759			154,759
Debt service	80,844	134,807	1,874	1,890	13,050		92,549
Capital outlay	1,149,024	651,290	80,860	158,577	39,997	6,434	220,075
Total expenditures							2,086,182

(Continued)

GRANT PARISH POLICE JURY
 Cofax, Louisiana
 SPECIAL REVENUE FUNDS - MAINTENANCE FUNDS

Combining Schedule of Revenues, Expenditures
 and Changes in Fund Balances
 For the Year Ended December 31, 1995

	PARISH ROAD MAINTENANCE FUND	SANITARY LANDFILL MAINTENANCE FUND	COURTHOUSE AND JAIL MAINTENANCE FUND	LIBRARY MAINTENANCE FUND	HEALTH UNIT MAINTENANCE FUND	MEDICAL CLINIC MAINTENANCE FUND	TOTAL
<u>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</u>	\$ (683,223)	\$ (34,251)	\$ (480)	\$ 6,915	\$ 16,307	\$ 11,597	\$ (683,135)
<u>OTHER FINANCING SOURCE</u>	None	1,000	None	None	None	None	1,000
Insurance recovery							
<u>EXCESS (Deficiency) OF REVENUES AND OTHER FINANCING SOURCE OVER EXPENDITURES</u>	(683,223)	(33,251)	(480)	6,915	16,307	11,597	(682,135)
<u>FUND BALANCES AT BEGINNING OF YEAR</u>	1,067,724	518,098	74,212	143,840	162,583	43,872	2,010,329
Adjustment - interest charged in prior years on past due intergovernmental payable which was forgiven				13,995			13,995
<u>FUND BALANCES AT END OF YEAR</u>	\$ 384,501	\$ 484,847	\$ 73,732	\$ 164,750	\$ 178,890	\$ 55,469	\$ 1,342,189

(Concluded)

GRANT PARISH POLICE JURY
Colfax, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
For the Year Ended December 31, 1995

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 \$810 per month and the other jurors receive \$720 per month.

There was no compensation paid to board members of the Grant Parish Library or Hospital Service District No. 1 of Grant Parish.

FEDERALLY ASSISTED PROGRAMS

In accordance with the Office of Management and Budget Circular A-128, a schedule of federal financial assistance is presented.

GRANT PARISH POLICE JURY
Colfax, Louisiana

Schedule of Compensation Paid Police Jurors
For the Year Ended December 31, 1995

<u>NAME</u>	<u>AMOUNT</u>
M. E. Allen (1)	\$ 6,968
Randall K. Briggs (2)	1,672
Donnie Brown (3)	8,675
Jimmy D. Bryant	8,640
Tom Hamilton	8,640
Russell Hataway	8,640
W. C. Hollaway, Jr. (4)	9,685
Nelson James	8,640
Madison L. Morris	<u>8,640</u>
Total	<u>\$70,200</u>

- (1) Served for period March 10, 1995 through December 31, 1995
(2) Served for period January 1, 1995 through March 9, 1995
(3) Served as president for period January 1, 1995 through January 12, 1995
(4) Served as president for period January 13, 1995 through December 31, 1995

GRANT PARISH POLICE JURY
Colfax, Louisiana

Schedule of Federal Financial Assistance
For the Year Ended December 31, 1995

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM NAME</u>	<u>CFDA NUMBER</u>	<u>ISSUES/ EXPENDITURES</u>
<u>UNITED STATES DEPARTMENT OF AGRICULTURE</u>		
Passed through:		
Louisiana Department of Health and Hospitals:		
Food Stamp Program	<u>10.551</u>	\$2,652,049
State Administrative Matching Grants for Food Stamp Program	<u>10.561</u>	<u>17,302</u>
Total United States Department of Agriculture		<u>2,669,351</u>
<u>UNITED STATES DEPARTMENT OF THE INTERIOR</u>		
Direct program - Payment-in-Lieu-of Taxes	<u>None</u>	<u>13,209</u>
<u>UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>		
Passed through Louisiana Division of Administration - Community Development Block Grant/State's Program		
	<u>14.228</u>	<u>283,462</u>
<u>FEDERAL EMERGENCY MANAGEMENT AGENCY</u>		
Passed through Louisiana Department of the Treasury - Emergency Management Assistance		
	<u>83.503</u>	<u>8,587</u>
Total Issues/Expenditures		<u>\$2,974,609</u>

ROZIER, HARRINGTON & McKAY
CERTIFIED PUBLIC ACCOUNTANTS

RECEIVED
LEGISLATIVE AUDITOR
1407 PETERMAN DRIVE
ALEXANDRIA, LOUISIANA 71301

John S. Rozier, IV, C.P.A.
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June 18, 1996

The Grant Parish Police Jury
Colfax, Louisiana

In planning and performing our audit of the component unit financial statements of the Grant Parish Police Jury for the year ended December 31, 1995, we identified certain matters involving internal control structure and accounting practices that should be reviewed and considered by the Jury. Among the matters identified are certain items which were considered to be reportable conditions under the standards established by the American Institute of Certified Public Accountants. A description of these conditions has been previously reported to you in our Internal Control Report dated June 18, 1996.

Additional comments that were not considered reportable conditions are presented as follows:

AUTOMATION

In connection with the previous audit, we recommended automating the Police Jury's accounting system. Since completion of the previous audit, the Police Jury has begun using an automated system that is operated by a service bureau. Information processed by the service was limited to historical data that was previously recorded on the Police Jury's manual system. In addition, since automated records are limited to historical information, the staff has maintained the manual system in order to provide current financial reporting.

Since the Police Jury continues to operate a manual system, computerized processing by the service bureau has not improved efficiency. Furthermore, automating historical data that was previously reported manually has resulted in unnecessary expense and duplication effort. In order to improve efficiency and eliminate unnecessary expense, we recommend using an automated format to record each transaction in a manner that will provide current financial information. The manual accounting system should be abandoned.

We also recommend that the Police Jury consider purchasing a computerized accounting system. A personal computer with the proper software may provide an alternative that is less expensive than using a service bureau.

FDIC COVERAGE

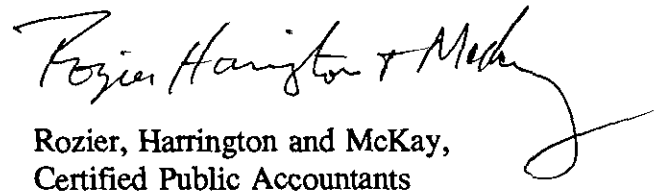
Federal Deposit Insurance coverage reported by the Grant Parish Police Jury was erroneously computed. All future calculations should conform to the policies published by the FDIC.

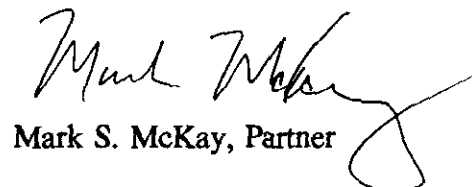
SECURITY FOR DEPOSITS

Under the requirements of Louisiana Law, assets are pledged by banks for the purpose of securing amounts deposited by the Police Jury. At year end the amount pledged by a particular financial institution did not sufficiently secure deposits held on behalf on the Police Jury. We recommend appointing a responsible official or the finance committee to monitor securities pledged by various banks and prevent future violations.

We will be available to assist in implementing any of our recommendations. Please contact us if further information is needed.

Sincerely,


Rozier, Harrington and McKay,
Certified Public Accountants


Mark S. McKay, Partner