

**Madison Parish Police Jury
Tallulah, Louisiana**

**Annual Financial Report
As of and for the Year Ended December 31, 2025**

Madison Parish Police Jury

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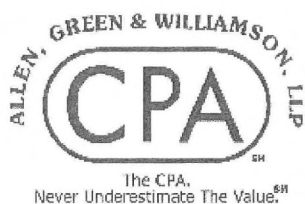
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Independent Auditor's Report

Police Jurors
Madison Parish Police Jury
Tallulah, Louisiana

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Madison Parish Police Jury, Tallulah, Louisiana, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Police Jury's primary government's basic financial statements as listed in the table of contents.

Adverse Opinion on Aggregate Discretely Presented Component Units

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component units of the Police Jury as of December 31, 2025, or the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions on Government Activities, Each Major Fund and Aggregate Remaining Fund Information

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Police Jury as of December 31, 2025, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Police Jury, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matters Giving Rise to Adverse Opinion on the Aggregate Discretely Presented Component Units

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Police Jury's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgement and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Police Jury's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Police Jury's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Emphasis of Matters

As disclosed in Note 9 to the financial statements, the net pension asset for the Police Jury was \$298,486 at December 31, 2025, as determined by the Parochial Employees' Retirement System of Louisiana. The related actuarial valuation was performed by the Retirement System's actuary using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at December 31, 2025, could be under or overstated. Our opinion is not modified with respect to this matter.

As disclosed in Note 15 to the financial statements, the other post-employment benefit (OPEB) liability for the Police Jury was \$307,510 at December 31, 2025, as determined by the Police Jury's actuary. The related actuarial valuation was performed using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at December 31, 2025, could be under or overstated. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Changes in the Total OPEB Liability and Related Ratios, Schedule of Employer's Proportionate Share of the Net Pension Liability (Asset), Schedule of Employer Contributions to Pension Plans, Budgetary Comparison Schedules, and notes to the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Police Jury's primary government. The accompanying supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the accompanying supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information, as listed in the table of contents, does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2026, on our consideration of the Police Jury's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Police Jury's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Police Jury's internal control over financial reporting and compliance.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP
Monroe, Louisiana
June 30, 2026

REQUIRED SUPPLEMENTARY INFORMATION

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

**Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025**

Our discussion and analysis of Madison Parish Police Jury's financial performance provides an overview of the Police Jury's financial activities for the year ended December 31, 2025.

The Police Jury adopted the following in the current year:

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

- The assets and deferred outflows of resources of the Police Jury exceeded its liabilities and deferred inflows of resources at the close of 2025 by \$28,757,353. Of this amount, the Police Jury reported \$(563,626) in unrestricted deficit net position.
- The Police Jury's net position increased by \$762,489, or 2.7%.
- The Police Jury's total general and program revenues were \$8,600,083 in 2025 which is a decrease of \$2,232,586 over 2024. This decrease was due to decrease in grant funds.
- During the year ended December 31, 2025, the Police Jury had total expenses of \$7,837,594, which includes depreciation expense. Expenses for 2024 totaled \$7,404,899. Expenses increased in 2025 by \$432,695. This increase was due to increases in benefits, salaries, health and welfare, personnel, and operating expenses.

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

**Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025**

Required Supplementary Information

Management's Discussion & Analysis (MD&A)

Basic Financial Statements

**Government-wide
Financial Statements**



**Fund
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Supplementary Information

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Schedule of Compensation, Benefits and Other Payments to Agency Head
Schedule of Justice System Funding – Receiving Entity**

**Other Reports Required By *Government Auditing Standards*
and Uniform Guidance**

**Other Information
Statewide Agreed-Upon Procedures**

Our auditor has provided assurance in the independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements, after considering the fact that certain component units are not included, are fairly stated for the primary government. Varying degrees of assurance are being provided by the auditor regarding the Required Supplementary Information (RSI) and the Supplementary Information. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each part of this report. The Police Jury's report does not include the discretely presented component units; therefore, separate financial statements may be obtained from the component units.

Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025

Reporting the Police Jury as a Whole

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

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

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

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

Reporting the Police Jury's Most Significant Funds

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

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

Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025

THE POLICE JURY AS A WHOLE The Police Jury's net position was \$28,757,353 at December 31, 2025. Of this amount, \$(563,626) was unrestricted. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limits the Police Jury's ability to use that net position for day-to-day operations. Our analysis below of the primary government focuses on the net position (Table 1) and change in net position (Table 2) of the Police Jury's governmental activities.

Table 1
Net Position
December 31,

	Governmental Activities		
	2025	2024	Increase (Decrease)
Other assets	\$ 19,191,963	\$ 18,208,671	\$ 983,292
Capital assets	11,519,004	11,549,372	(30,368)
Total assets	<u>30,710,967</u>	<u>29,758,043</u>	<u>952,924</u>
Deferred outflows of resources	<u>412,099</u>	<u>844,705</u>	<u>(432,606)</u>
Other liabilities	870,855	882,726	(11,871)
Long-term liabilities	1,184,551	1,553,316	(368,765)
Total liabilities	<u>2,055,406</u>	<u>2,436,042</u>	<u>(380,636)</u>
Deferred inflows of resources	<u>310,307</u>	<u>171,842</u>	<u>138,465</u>
Net position			
Net investment in capital assets	10,982,390	10,973,922	8,468
Restricted	18,338,589	17,368,887	969,702
Unrestricted	(563,626)	(347,945)	(215,681)
Total net position	<u>\$ 28,757,353</u>	<u>\$ 27,994,864</u>	<u>\$ 762,489</u>

The \$(563,626) in unrestricted net position of governmental activities represents the accumulated results of all past years' operations. It means that, if we had to pay off all of our bills today including all of our noncapital liabilities (compensated absences for example), we would have a deficit of \$563,626.

Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025

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

Table 2
Changes in Net Position
For the Years Ended December 31,

Revenues:	2025	2024	Increase (Decrease)
Program revenues:			
Charges for services	\$ 624,259	\$ 647,349	\$ (23,090)
Operating grants & contributions	231,809	202,492	29,317
Capital grants & contributions	275,421	2,802,771	(2,527,350)
General revenues:			
Ad valorem taxes	5,340,713	5,174,337	166,376
Sales taxes	426,552	403,315	23,237
Other revenues	1,701,329	1,602,405	98,924
Total revenues	8,600,083	10,832,669	(2,232,586)
Functions/Program Expenses:			
General government	1,529,968	1,312,104	217,864
Public safety	1,493,169	1,364,219	128,950
Public works	3,616,780	3,621,720	(4,940)
Health & welfare	430,720	321,170	109,550
Culture & recreation	634,560	659,367	(24,807)
Economic development and assistance	108,652	97,093	11,559
Interest on long-term debt	23,745	29,226	(5,481)
Total expenses	7,837,594	7,404,899	432,695
Increase (decrease) in net position	762,489	3,427,770	(2,665,281)
Net position - beginning	27,994,864	24,567,094	3,427,770
Net position - ending	\$ 28,757,353	\$ 27,994,864	\$ 762,489

Governmental Activities As reported in the Statement of Activities, the cost of all of our governmental activities this year was \$7,837,594. However, the amount that our taxpayers and unrestricted grants ultimately financed for these activities through Police Jury taxes was only \$6,402,654 because some of the cost was paid by those who benefited from the programs \$624,259 or by other governments and organizations who subsidized certain programs with grants and contributions \$507,230.

Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025

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

Years Ended December 31,
Governmental Activities

	<u>Total Cost of</u> <u>Services</u>	<u>Net Cost of</u> <u>Services</u>	<u>Total Cost of</u> <u>Services</u>	<u>Net Cost of</u> <u>Services</u>
	<u>2025</u>	<u>2025</u>	<u>2024</u>	<u>2024</u>
Judicial	\$ 910,286	\$ 885,811	\$ 812,130	\$ 791,845
Finance & administrative	432,827	432,827	373,955	373,955
Public safety	1,493,169	1,493,169	1,364,219	1,364,219
Public works	3,616,780	2,885,016	3,621,720	913,284
Health & welfare	430,720	291,620	321,170	195,910
Culture & recreation	634,560	398,410	659,367	(137,764)
All others	319,252	319,252	252,338	250,838
Totals	<u>\$ 7,837,594</u>	<u>\$ 6,706,105</u>	<u>\$ 7,404,899</u>	<u>\$ 3,752,287</u>

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

As the Police Jury completed this year, our governmental funds reported a combined fund balance of \$17,832,331 which is an increase of \$607,708 from last year. The primary reasons for this difference are as follows:

Our General fund is our principal operating fund. The fund balance in the General fund decreased (\$165,490) to \$733,891. When compared to the prior year, the fund balance decreased due to transfers to other funds.

The Criminal Court fund accounts for the activities performed in the parish criminal court system. The main source of revenue is fines and forfeitures. This fund showed an increase of \$5,142 to \$(1,016,624). This increase is due to an increase in fines and forfeitures revenue and a decrease in collections of fines expenses.

The Library fund accounts for funds used for maintenance and operation of the parish library. This fund showed an increase of \$128,555 to \$2,269,046. Compared to last year, revenues decreased by \$69,721 and expenditures decreased by \$59,402. In the prior year, the fund reported an increase of \$138,874. The decrease in expenditures in the current fiscal year is due to a decrease in culture and recreation.

The Garbage Maintenance fund accounts for the parish garbage collection services. The main sources of revenue are ad valorem tax and collection fees. Revenue decreased \$1,484 and expenditures decreased \$46,319 resulting in an increase in fund balance of \$160,860 to \$2,696,347. The decrease in revenue is due to decrease in ad valorem taxes. The decrease in expenditures is due mainly to public safety.

**Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025**

The Health Unit accounts for funds for the parish health center. The main source of revenue is ad valorem tax. Ending fund balance of the Health Unit was \$2,706,776 which is an increase of \$199,051. This increase is due mainly to an increase in the use of money and property.

The Courthouse & Jail fund accounts for the operations and maintenance of the courthouse and jail. The main source of revenue is ad valorem tax. This fund had an decrease of (\$73,860) to an ending fund balance of \$7,874,880. This decrease in fund balance is due to decrease in revenue for use of money and property.

The Public Works fund accounts for funds used to maintain parish roads and streets. The main source of revenue is ad valorem tax. The change in fund balance for Public Works was \$425,654 with an ending fund balance of \$2,329,578. The increase in fund balance is due mainly to transfers in from the General Fund to cover payroll.

The Nonmajor Governmental funds are comprised of the LCDBG, Local Assistance & Tribal Consistency Fund, Opioid Abatement, FEMA, Building, American Rescue Plan, Grant, and Miscellaneous funds. The combined funds showed a decrease of \$72,704 to \$238,437. These fund balances are reported as follows: LCDBG \$5,100, LATCF 1,247, Opioid Abatement \$282, FEMA \$43,792, Building \$171,485, American Rescue Plan \$1,663, Grant Fund (\$21,879), and Miscellaneous \$36,747.

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

General fund The final budgeted amount available for appropriations increased from the original budgeted amount by \$378,436, which was due to anticipated increase in sales tax revenue and transfers from other funds. The charges to appropriations increased \$133,517 mainly due to allocated salaries and benefits.

The actual amounts available for appropriations were less than the final budget by \$293,323. The final budgeted charges to appropriations exceeded actual by \$247,217. These variances are due mainly to the transfers to other funds.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets At December 31, 2025, the Police Jury had \$11,519,004 invested in a broad range of capital assets, including land, construction in progress, buildings, furniture and equipment, leased assets, and infrastructure assets such as roads and bridges. This amount represents a net decrease (including additions, deductions, and depreciation) of (\$30,368) or (.26%) from last year. The major additions for 2025 were a dozer truck, 2 dump trucks, low boy truck, 3 4x4 pickup trucks, and 1 flatbed truck by the Public Works Department.

Madison Parish Police Jury
Management's Discussion and Analysis (MD&A)
December 31, 2025

Capital Assets at Year-end

	Governmental Activities	
	2025	2024
Land	\$ 188,750	\$ 188,750
Construction in progress	155,899	1,308,972
Buildings and improvements	9,475,321	8,714,039
Infrastructure	6,376,820	5,757,685
Furniture, equipment & vehicles	4,482,279	4,005,905
Leased assets	1,391,903	1,268,557
Library books and information materials	827,357	808,287
Total cost of capital assets	22,898,329	22,052,195
Less: accumulated depreciation	(11,379,325)	(10,502,823)
Total net capital assets	<u>\$ 11,519,004</u>	<u>\$ 11,549,372</u>

For further information on capital assets, see Note 7 of the Notes to the Financial Statements.

Debt Administration At December 31, 2025, the Police Jury had the following debt obligations.

Outstanding Debt, at Year-end

	Governmental Activities	
	2025	2024
Notes payable	\$ 75,039	\$ -
Leases payable	461,575	575,450
Total debt	<u>\$ 536,614</u>	<u>\$ 575,450</u>

Other obligations include accrued vacation pay, other post-employment benefits and net pension liability. We present more detailed information about our long-term liabilities in Note 11 of Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES Our elected and appointed officials and citizens consider many factors when setting the Police Jury's 2026 budget and tax rates. A budget has been prepared anticipating changes in the various departments, including acquisitions, that the Police Jury has to fund.

CONTACTING THE POLICE JURY'S FINANCIAL MANAGEMENT Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the Police Jury's finances and to show the Police Jury's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact the Secretary-Treasurer, at the Madison Parish Police Jury, 100 North Cedar St, Tallulah, Louisiana, 71282, telephone number (318) 574-3451.

Madison Parish Police Jury

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BASIC FINANCIAL STATEMENTS

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

MADISON PARISH POLICE JURY

Statement of Net Position December 31, 2025

	Statement A
	PRIMARY GOVERNMENT
	GOVERNMENTAL ACTIVITIES
ASSETS	
Cash and equivalents	\$ 1,989,313
Investments	11,037,005
Receivables	5,867,159
Capital assets not being depreciated	344,649
Capital assets, net of accumulated depreciation	11,174,355
Net pension asset	298,486
TOTAL ASSETS	30,710,967
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	412,099
LIABILITIES	
Accounts and other payables	578,856
Unearned revenue	291,999
Long-term liabilities:	
Long-term debt due within one year:	
Leases, notes, compensated absences, and claims	442,672
Long-term debt due in more than one year:	
Leases, notes, compensated absences, and claims	434,369
OPEB liability	307,510
TOTAL LIABILITIES	2,055,406
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	310,307
NET POSITION	
Net investment in capital assets	10,982,390
Restricted for:	
Library	2,290,426
Garbage Maintenance	2,713,898
Health Unit	2,717,161
Courthouse and jail	7,912,625
Public Works	2,413,600
American Rescue Plan	1,663
Other Grants	289,216
Unrestricted	(563,626)
TOTAL NET POSITION	\$ 28,757,353

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

MADISON PARISH POLICE JURY

Statement of Activities
For the Year Ended December 31, 2025

Statement B
PRIMARY
GOVERNMENT
GOVERNMENTAL
ACTIVITIES

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	
Primary Government: Governmental Activities:					
General Government:					
Legislative	\$ 150,788	\$ -	\$ -	\$ -	\$ (150,788)
Judicial	910,286	24,475	-	-	(885,811)
Elections	36,067	-	-	-	(36,067)
Finance and administrative	432,827	-	-	-	(432,827)
Other general government	-	-	-	-	-
Public safety	1,493,169	-	-	-	(1,493,169)
Public works	3,616,780	509,265	179,169	43,330	(2,885,016)
Health and welfare	430,720	86,460	52,640	-	(291,620)
Culture and recreation	634,560	4,059	-	232,091	(398,410)
Economic development and assistance	108,652	-	-	-	(108,652)
Interest on long-term debt	23,745	-	-	-	(23,745)
Total governmental activities	\$ 7,837,594	\$ 624,259	\$ 231,809	\$ 275,421	(6,706,105)
General revenues:					
Taxes:					
Property taxes, levied for general purposes					5,340,713
Sales taxes, levied for general purposes					426,552
State revenue sharing					55,744
Severance tax					7,877
Grants and contributions not restricted to specific programs					495,076
Fines and forfeitures					423,130
Licenses and permits					148,638
Interest and investment earnings					524,199
Miscellaneous					46,665
Total general revenues					7,468,594
Change in net position					762,489
Net position - beginning					27,994,864
Net position - ending					\$ 28,757,353

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

Madison Parish Police Jury

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BASIC FINANCIAL STATEMENTS

Fund Financial Statements (FFS)

MADISON PARISH POLICE JURY

GOVERNMENTAL FUNDS

Balance Sheet
December 31, 2025

	GENERAL	CRIMINAL COURT	LIBRARY	GARBAGE MAINTENANCE
ASSETS				
Cash and cash equivalents	\$ 449,804	\$ 17,797	\$ 30,327	\$ 22,640
Investments	-	-	1,627,019	2,220,902
Receivables	753,744	40,701	631,010	541,688
Interfund receivables	1,104,352	2,784	13,152	-
TOTAL ASSETS	2,307,900	61,282	2,301,508	2,785,230
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts and other payables	331,577	18,805	11,082	5,682
Interfund payables	1,223,224	1,059,101	-	65,650
Unearned revenue	-	-	-	-
TOTAL LIABILITIES	1,554,801	1,077,906	11,082	71,332
Deferred Inflows of Resources:				
Unavailable revenue - property taxes	19,208	-	21,380	17,551
TOTAL DEFERRED INFLOWS OF RESOURCES	19,208	-	21,380	17,551
Fund balances:				
Restricted	-	-	2,269,046	2,696,347
Unassigned	733,891	(1,016,624)	-	-
TOTAL FUND BALANCES	733,891	(1,016,624)	2,269,046	2,696,347
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 2,307,900	\$ 61,282	\$ 2,301,508	\$ 2,785,230

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

Statement C

			Previously Reported as Major	Previously Reported as Major		
HEALTH UNIT	COURTHOUSE & JAIL	PUBLIC WORKS	AMERICAN RESCUE PLAN	GRANT FUND	NONMAJOR GOVERNMENTAL	TOTAL
\$ 378,307	\$ 597,504	\$ 5,367	\$ -	\$ -	\$ 487,567	\$ 1,989,313
2,046,109	5,142,975	-	-	-	-	11,037,005
250,810	1,114,016	2,485,709	-	-	49,481	5,867,159
44,722	1,145,227	56,412	-	-	90,263	2,456,912
<u>2,719,948</u>	<u>7,999,722</u>	<u>2,547,488</u>	<u>-</u>	<u>-</u>	<u>627,311</u>	<u>21,350,389</u>
2,787	87,097	47,820	-	-	74,006	578,856
-	-	86,068	-	-	22,869	2,456,912
-	-	-	-	-	291,999	291,999
<u>2,787</u>	<u>87,097</u>	<u>133,888</u>	<u>-</u>	<u>-</u>	<u>388,874</u>	<u>3,327,767</u>
10,385	37,745	84,022	-	-	-	190,291
<u>10,385</u>	<u>37,745</u>	<u>84,022</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>190,291</u>
2,706,776	7,874,880	2,329,578	-	-	290,879	18,167,506
-	-	-	-	-	(52,442)	(335,175)
<u>2,706,776</u>	<u>7,874,880</u>	<u>2,329,578</u>	<u>-</u>	<u>-</u>	<u>238,437</u>	<u>17,832,331</u>
<u>\$ 2,719,948</u>	<u>\$ 7,999,722</u>	<u>\$ 2,547,488</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 627,311</u>	<u>\$ 21,350,389</u>

Madison Parish Police Jury

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MADISON PARISH POLICE JURY

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position December 31, 2025

Statement D

Total fund balances - governmental funds \$ 17,832,331

Balance as of December 31, 2025 for net pension assets 298,486

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

Costs of capital assets	\$ 22,898,329	
Accumulated depreciation	<u>(11,379,325)</u>	11,519,004

Other account payables are not due and payable in the current period and related to construction in progress and accordingly are not reported in the governmental funds.

Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as deferred inflows of resources - unavailable revenue in the governmental funds. 190,291

Deferred outflows of resources are not available to pay current period expenditures and, therefore, are not reported in the governmental funds. 412,099

Deferred inflows of resources are not due and payable in the current period and accordingly are not reported in the governmental funds. (310,307)

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

Balances at December 31, 2025 are:

Long-term liabilities and related items

Leases payable	\$ (461,575)	
Note payable	(75,039)	
Compensated absences payable	(162,927)	
Claims payable	(177,500)	
OPEB liability	<u>(307,510)</u>	<u>(1,184,551)</u>

Net position of governmental activities \$ 28,757,353

MADISON PARISH POLICE JURY
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and Changes
in Fund Balances
For the Year Ended December 31, 2025

	<u>GENERAL</u>	<u>CRIMINAL COURT</u>	<u>LIBRARY</u>	<u>GARBAGE MAINTENANCE</u>
REVENUES				
Local sources:				
Taxes:				
Ad Valorem	\$ 404,100	\$ -	\$ 615,226	\$ 486,459
Sales and use	426,552	-	-	-
Licenses and permits	171,943	-	-	-
Intergovernmental revenues:				
Federal grants	97,340	-	6,949	11,410
State funds:				
Parish transportation funds	-	-	-	-
State revenue sharing	7,331	-	6,008	4,255
Severance taxes	7,877	-	-	-
Other	331,498	-	1,395	-
Fees, charges, and commissions for services	75	-	4,059	505,736
Fines and forfeitures	8,233	414,362	335	-
Use of money and property	17,104	568	65,783	99,011
Other revenues	11,810	-	-	-
TOTAL REVENUES	1,483,863	414,930	699,755	1,106,871
EXPENDITURES				
Current:				
General government:				
Legislative	153,234	-	-	-
Judicial	298,187	527,582	-	-
Elections	36,505	-	-	-
Finance and administrative	326,593	-	-	-
Public safety	112,430	-	-	-
Public works	18,289	-	-	946,011
Health and welfare	10,720	-	-	-
Culture and recreation	-	-	562,439	-
Economic development and assistance	102,967	-	-	-
Capital outlay	36,019	-	8,761	-
Debt service:				
Principal retirement	4,434	-	-	-
Interest and bank charges	93	-	-	-
TOTAL EXPENDITURES	1,099,471	527,582	571,200	946,011
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	384,392	(112,652)	128,555	160,860
OTHER FINANCING SOURCES (USES)				
Transfers in	-	117,794	-	-
Transfers out	(549,882)	-	-	-
Proceeds from issuance of debt	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(549,882)	117,794	-	-
NET CHANGE IN FUND BALANCES	(165,490)	5,142	128,555	160,860
FUND BALANCES - BEGINNING				
AS PREVIOUSLY REPORTED	899,381	(1,021,766)	2,140,491	2,535,487
Adjustment - Change from major to non major	-	-	-	-
FUND BALANCES - BEGINNING, AS ADJUSTED	899,381	(1,021,766)	2,140,491	2,535,487
FUND BALANCES - ENDING	\$ 733,891	\$ (1,016,624)	\$ 2,269,046	\$ 2,696,347

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

						Statement E
HEALTH UNIT	COURTHOUSE & JAIL	PUBLIC WORKS	Previously Reported as Major AMERICAN RESCUE PLAN	Previously Reported as Major GRANT FUND	NONMAJOR GOVERNMENTAL	TOTAL
\$ 233,388	\$ 1,086,151	\$ 2,426,420	\$ -	\$ -	\$ -	\$ 5,251,744
-	-	-	-	-	-	426,552
-	-	-	-	-	9,050	180,993
56,026	12,269	21,606	-	-	194,159	399,759
-	-	167,700	-	-	-	167,700
3,391	-	34,759	-	-	-	55,744
-	-	-	-	-	-	7,877
-	-	94,796	-	-	7,158	434,847
-	-	3,454	-	-	110,935	624,259
-	-	200	-	-	-	423,130
95,175	221,171	20,587	-	-	4,800	524,199
-	-	-	-	-	2,500	14,310
387,980	1,319,591	2,769,522	-	-	328,602	8,511,114
-	-	-	-	-	-	153,234
-	520	-	-	-	-	826,289
-	-	-	-	-	-	36,505
-	-	-	-	-	3,761	330,354
-	1,196,023	-	-	-	133,701	1,442,154
-	-	2,329,646	-	-	3,329	3,297,275
188,929	-	-	-	-	162,172	361,821
-	-	-	-	-	-	562,439
-	-	-	-	-	5,685	108,652
-	196,908	408,416	-	-	71,998	722,102
-	-	247,515	-	-	-	251,949
-	-	23,652	-	-	-	23,745
188,929	1,393,451	3,009,229	-	-	380,646	8,116,519
199,051	(73,860)	(239,707)	-	-	(52,044)	394,595
-	-	452,248	-	-	-	570,042
-	-	-	-	-	(20,160)	(570,042)
-	-	213,113	-	-	-	213,113
-	-	665,361	-	-	(20,160)	213,113
199,051	(73,860)	425,654	-	-	(72,204)	607,708
2,507,725	7,948,740	1,903,924	1,098	(21,879)	331,422	17,224,623
-	-	-	(1,098)	21,879	(20,781)	-
2,507,725	7,948,740	1,903,924	-	-	310,641	17,224,623
\$ 2,706,776	\$ 7,874,880	\$ 2,329,578	\$ -	\$ -	\$ 238,437	\$ 17,832,331

MADISON PARISH POLICE JURY

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities For the Year Ended December 31, 2025

Statement F

Total net change in fund balances - governmental funds	\$	607,708
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the period:		
Capital outlay	\$	856,348
Depreciation expense		<u>(886,716)</u>
		(30,368)
Proceeds from debt issuances are recorded as an other financing resource in the fund financial statements and as a lease liability in the government wide financial statements.		(213,113)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		88,969
In the Statement of Activities, certain operating expenses-compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation earned exceeded vacation used .		(287)
The recognition of pension expense in the Statement of Activities is based on projected benefit payments discounted to actuarial present value and attributed to periods of employee service. Pension expenditures in the fund financial statements are the amounts actually paid.		22,016
Other post-employment benefits are reported in the governmental funds as expenditures when paid. The unfunded annual contributions is reported in the Statement of Activities as it accrues.		35,615
Issuance of long-term debt provides current financial resources of governmental funds, while the repayment consumes the current financial resources in the governmental funds. Neither transaction, however, has any effect on the Statement of Net Position.		
Principal payments on leases and note		<u>251,949</u>
Change in net position of governmental activities.	\$	<u>762,489</u>

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

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

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Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

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

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

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

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

GASB Statements establish criteria for determining the governmental reporting entity and component units that should be considered part of the Madison Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

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

**Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025**

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

<u>Component Unit</u>	<u>Method of Inclusion</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Not included within the reporting entity:			
Madison Parish Hospital Service District		December 31	1 and 3
Madison Parish Port Commission		December 31	1 and 3
Madison Parish Recreation District		December 31	1 and 3
Afton Fire Protection		December 31	1 and 3
Mound Fire Protection		December 31	1 and 3
Bear Lake Fire Protection District No 1		December 31	1 and 3
Tallulah Fire Protection District		December 31	1 and 3
Delta Fire Protection District		December 31	1 and 3
Madison Parish Tax Assessor		December 31	2 and 3
Madison Parish Clerk of Court		June 30	2 and 3
Madison Parish Sheriff		June 30	2 and 3
Madison Parish Tourism Commission		December 31	1 and 3
Madison Parish Communications District		December 31	1 and 3

The Police Jury has chosen not to include the component units above in its basic financial statements; however, these are necessary in order for the Police Jury to be reporting in conformity with GAAP. Separate financial statements for the component units can be obtained by contacting the component unit. If these component units were included, it would be through discrete presentation.

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

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

Governmental Funds

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

Criminal Court - accounts for the activities performed in the parish criminal court system. The main source of revenue is fines and forfeitures.

Library fund - accounts for the activities performed for the public library. The main source of revenue is ad valorem tax restricted for the library.

Garbage Maintenance - accounts for the parish garbage collection services. The main sources of revenue are ad valorem tax and collection fees.

**Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025**

Health Unit - accounts for funds for the parish health center. The main source of revenue is ad valorem tax.

Courthouse & Jail - accounts for the operations and maintenance of the courthouse and jail. The main source of revenue is ad valorem tax.

Public Works - accounts for funds used to maintain parish roads and streets. The main source of revenue is ad valorem tax.

American Rescue Plan - accounts for grant funding from the Coronavirus State Local Fiscal Recovery Fund authorized by American Rescue Plan Act of 2021.

Grant Fund - accounts for federal and state funds restricted for specific purposes.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

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

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

Fund Financial Statements (FFS)

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

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

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

Revenues Ad valorem taxes and the related state revenue sharing are recorded in the year they are assessed. Ad valorem taxes are assessed on a calendar-year basis and become due on November 15 of each year and become delinquent on December 31. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December of the current year and January and February of the ensuing year.

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

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

Based on the above criteria, ad valorem taxes, federal and state grants, fines, forfeitures, and court costs have been treated as susceptible to accrual.

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

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

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

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

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

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

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

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

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

Definitions:

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

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

G. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES (FFS) During the course of operations, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as interfund receivables/payables on the balance sheet. Short-term interfund loans are also classified as interfund receivables/payables.

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

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

J. CAPITAL ASSETS Capital assets for the Police Jury purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at their acquisition value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Straight line depreciation is used based on the following estimated useful lives:

Buildings and Improvements	20-40 years
Furniture and equipment	5 - 15 years
Books and Periodicals	10 years
Infrastructure	20-40 years

GASB No. 34 requires the Police Jury to report and depreciate new infrastructure assets. Infrastructure assets include roads, bridges, traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Police Jury. The Police Jury does not and is not required to retroactively report infrastructure constructed before January 1, 2004. The Police Jury's policy is to capitalize infrastructure construction or improvements of \$5,000 or more.

K. COMPENSATED ABSENCES All full-time employees of the Police Jury earn annual leave at rates varying from 10 to 20 days per year, depending on length of service. Employees may accumulate up to a maximum of 90 days of annual leave. Employees may carry forward 5 days. No more than 30 days of annual leave will be paid out due to termination, retirement, or death of the employee. Sick leave may accumulate to a maximum of 90 days. Upon retirement, unused sick leave is used in the retirement benefit computation as earned service. Employees are not compensated for accumulated sick leave upon separation of service.

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

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

GASB Statement No. 101 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if all of the following conditions are met:

The leave accumulates.

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

It is more likely than not to be either paid or settled through other means.

L. LIABILITIES For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the retirement systems and additions to/deductions from the retirements systems fiduciary net position have been determined on the accrual basis, the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

- Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments.
- Imposed by law through constitutional provisions or enabling legislation.

It is the Police Jury's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. Net position restricted because of enabling legislation is net position restricted for garbage collection, library, health unit, courthouse & jail, and public works.

N. FUND EQUITY OF FUND FINANCIAL STATEMENTS Fund balances are reported in the following categories:

Non-spendable: Fund balance that is not in spendable form or legally or contractually required to be maintained intact. This category includes items that are not easily converted to cash such as inventories and prepaid items.

Restricted: Fund balance that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation.

Committed: Fund balance that can only be used for specific purposes determined by the Police Jury's highest level of decision-making authority. The Jury is the highest level of decision-making authority of the Police Jury that can, by adoption of a resolution prior to fiscal year, commit fund balance. Committed amounts cannot be used for any other purpose unless the Jury removes or changes the specified use by taking the same type of action it employed to previously commit the funds.

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Assigned: Fund balance that is constrained by the Police Jury's intent to be used for specific purposes but are neither restricted nor committed.

Unassigned: Fund balance that is the residual classification for the General fund or a deficit fund balance in other funds.

The Police Jury reduces committed amounts, followed by assigned amounts and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The Police Jury considers restricted amounts have been spent first when an expenditure has incurred for purpose for which both restricted and unrestricted fund balance is available.

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

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

P. SALES TAXES The voters of the parish approved a ½ percent sales tax which is split 50/50 between the Police Jury and the Hospital Service District.

Q. UNEARNED REVENUE Unearned revenues arise when assets are recognized before the revenue recognition criteria have been satisfied, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the Police Jury has a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized.

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

S. LONG-TERM OBLIGATIONS In the government-wide financial statements, long-term debt and other long-term obligations are reported as a liability in the applicable governmental activities in the Statement of Net Position.

T. RISK MANAGEMENT The Police Jury is exposed to various risks of losses related to torts, theft of, damage to, and destructions of assets; error and omissions; injuries to employees; and natural disasters. The Police Jury maintains insurance to cover such risk. In the past, the insurance has been sufficient to cover any settlements. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past three fiscal years.

U. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow or resources (expense/expenditure) until then. The Police Jury does have an item that qualifies as deferred outflows of resources, which is related to pension obligations.

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In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The Police Jury has items that qualify for reporting in this category. One of the items arise under the modified accrual basis of accounting, *unavailable revenue*, which is reported only in the governmental funds balance sheet as unavailable property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The other items that qualify as deferred inflow of resources related to pension obligations.

NOTE 2- STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY These funds had actual expenditures over budgeted expenditures for the year ended December 31, 2025 as detailed below:

Fund	Budget	Actual	Variance
General	\$ 1,402,136	\$ 1,649,353	\$ (247,217)
Library	569,973	571,200	(1,227)
Garbage	923,550	946,011	(22,461)
Health Unit	185,559	188,929	(3,370)
Courthouse & Jail	1,123,973	1,393,451	(269,478)
Public Works	2,765,550	3,009,229	(243,679)

Deficit fund balances: The Criminal Court fund has an ending deficit fund balance of \$1,016,624. This will be addressed by the Police Jury in the future. The Grant Fund also had a deficit fund balance of \$21,879. This will be addressed in the next year.

NOTE 3 - LEVIED TAXES The Police Jury levies taxes on real and business personal property located within Madison Parish's boundaries. Property taxes are levied by the Police Jury on property values assessed by the Madison Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

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

Property Tax Calendar

Millage rates adopted/levied	May 23, 2025
Tax bills mailed	On or about November 30, 2025
Due date	December 31, 2025
Collection dates	December 31, 2025 through April 2026
Penalty and interest accrues	January 1, 2026
Tax sale – 2025 property	May 20, 2026

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

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

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2022. Total assessed value was \$116,208,176 in calendar year

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2025. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$14,764,817 of the assessed value in calendar year 2025.

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

The calendar year tax roll is prepared by the parish tax assessor in November of each year. The amount of property taxes to be collected occurs in December 2025 and January and February 2026. All property taxes are recorded in the general, library, garbage maintenance, health unit, courthouse & jail, and public works funds. The Police Jury considers the lien date (January 1, 2026) as the date an enforceable legal claim occurs for 2025 property taxes. Property tax revenue is recognized in the period for which the taxes are levied (budgeted).

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

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

<u>Parish-wide taxes:</u>	<u>Maximum Millage Rate</u>	<u>Authorized/ Levied Rate</u>
General fund inside	1.73	1.63
General fund outside	3.46	3.27
Library maintenance and operation	3.56	3.56
Library 2002	1.94	1.94
Garbage collection	9.03	9.03
Roads, bridges, drainage	17.10	17.10
Courthouse & jail	2.71	2.71
Courthouse & jail 2007	7.00	7.00
Council on Aging	1.00	1.00
Public transportation	1.00	1.00
Fire protection	2.00	2.00

NOTE 4 - DEPOSITS At December 31, 2025, the Police Jury had cash and cash equivalents (book balances) as follows:

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

Custodial Credit Risk-Deposits: At year-end the bank balance for the Police Jury was \$3,802,516 and the book balance was \$3,581,089. Of the bank balance, \$1,250,000 was covered by federal depository insurance. The remaining balance was collateralized with securities held by the pledging financial institution's trust department or agent but not in the Police Jury's name.

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Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement No. 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Police Jury that the fiscal agent has failed to pay deposited funds upon demand. The Police Jury's policy does not address custodial credit risk.

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

NOTE 5 - INVESTMENTS The Police Jury measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy as follows: Level 1 inputs are quoted prices for identical investments in active markets; Level 2 inputs are other observable inputs other than level 1; and Level 3 inputs are unobservable inputs.

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

Investment	Hierarchy	Maturities	Credit Rating	Fair Value Carrying Amount	% of Investments
Federal Home Mortgage	Level I	< 3 years	AA+	\$ 7,618,808	69%
Federal Home Mortgage	Level I	3-5 years	AA+	1,242,973	11%
Total investments				8,861,781	
Time deposits reported as investments				2,175,224	20%
Total investments reported as Statement A				\$ 11,037,005	

Custodial Credit Risk-Investments: The time deposits reported as investment of \$2,175,224 were covered by federal depository insurance and the pledge of securities owned by the fiscal agent bank. 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.

NOTE 6 - RECEIVABLES The following is a summary of receivables at December 31, 2025:

Class of Receivables	General	Criminal Court	Library	Garbage Maintenance	Health Unit	Courthouse & Jail	Public Works	Nonmajor Governmental	Total
Ad valorem taxes	\$ 649,692	\$ -	\$ 631,010	\$ 518,001	\$ 242,037	\$ 1,114,016	\$ 2,469,864	\$ -	\$ 5,624,620
Sales and use taxes	40,770	-	-	-	-	-	-	-	40,770
Intergovernmental	32,862	-	-	-	8,773	-	15,845	49,481	106,961
Fees, charges, and commissions for services	-	40,701	-	23,687	-	-	-	-	64,388
Other	30,420	-	-	-	-	-	-	-	30,420
Total	\$ 753,744	\$ 40,701	\$ 631,010	\$ 541,688	\$ 250,810	\$ 1,114,016	\$ 2,485,709	\$ 49,481	\$ 5,867,159

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

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NOTE 7 - CAPITAL ASSETS The following schedule presents changes in capital assets for governmental activities for the year ended December 31, 2025:

	Balance at Beginning	Additions	Deletions	Balance at Ending
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 188,750	\$ -	\$ -	\$ 188,750
Construction in progress	1,308,972	208,684	1,361,757	155,899
Total capital assets, not being depreciated	<u>1,497,722</u>	<u>208,684</u>	<u>1,361,757</u>	<u>344,649</u>
Capital assets, being depreciated				
Buildings and improvements	8,714,039	761,282	-	9,475,321
Infrastructure	5,757,685	619,135	-	6,376,820
Furniture, equipment & vehicles	4,005,905	476,374	-	4,482,279
Leased assets	1,268,557	123,346	-	1,391,903
Library books and information materials	808,287	29,284	10,214	827,357
Total capital assets, being depreciated	<u>20,554,473</u>	<u>2,009,421</u>	<u>10,214</u>	<u>22,553,680</u>
Less accumulated depreciation:				
Buildings and improvements	6,064,480	191,815	-	6,256,295
Infrastructure	322,834	155,551	-	478,385
Furniture, equipment & vehicles	2,718,645	248,180	-	2,966,825
Leased assets	698,230	267,383	-	965,613
Library books and information materials	698,634	23,787	10,214	712,207
Total accumulated depreciation	<u>10,502,823</u>	<u>886,716</u>	<u>10,214</u>	<u>11,379,325</u>
Total capital assets, being depreciated, net	<u>10,051,650</u>	<u>1,122,705</u>	<u>-</u>	<u>11,174,355</u>
Governmental activities capital assets, net	<u>\$ 11,549,372</u>	<u>\$ 1,331,389</u>	<u>\$ 1,361,757</u>	<u>\$ 11,519,004</u>

Depreciation expense was charged to the governmental activities as follows:

Judicial	\$ 97,539
Finance & administrative	106,406
Public safety	53,203
Public works	452,225
Health & welfare	70,937
Culture & recreation	106,406
Total	<u>\$ 886,716</u>

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NOTE 8 - ACCOUNTS AND OTHER PAYABLES The accounts and other payables at December 31, 2025 are as follows:

	General Fund	Criminal Court	Library	Garbage Maintenance	Health Unit	Courthouse & Jail	Public Works	Nonmajor Governmental	Total
Vendors	\$ 319,558	\$ 11,320	\$ 5,675	\$ 4,723	\$ 947	\$ 84,956	\$ 21,713	\$ 73,424	\$ 522,316
Wages	12,019	7,485	5,407	959	1,840	2,141	26,107	582	56,540
	<u>\$ 331,577</u>	<u>\$ 18,805</u>	<u>\$ 11,082</u>	<u>\$ 5,682</u>	<u>\$ 2,787</u>	<u>\$ 87,097</u>	<u>\$ 47,820</u>	<u>\$ 74,006</u>	<u>\$ 578,856</u>

NOTE 9 - PENSION PLAN The Police Jury is a participating employer in a statewide, public employee retirement system, the Parochial Employees' Retirement System of Louisiana (System). The System has a separate board of trustees and administers a cost-sharing, multiple-employer defined benefit pension plan. The System is composed of two plans, Plan A and Plan B, with separate asset and benefit provisions. All employees of the Police Jury are members of Plan A. The authority to establish and amend the benefit terms of the System was granted to the Board of Trustees and the Louisiana Legislature by Title 11 of the Louisiana Revised Statutes. The System issues a public report that includes financial statements and required supplementary information. Copies of the report for the System may be obtained at www.persla.org.

General Information about the Pension Plan

Plan Description/Benefits Provided:

The System administers a plan to provide retirement, disability, and survivor's benefits to employees of taxing districts of a parish or any branch or section of a parish within the state which does not have their own retirement system, and which elect to become members of the System. The age and years of creditable service (service) required in order for a member to receive retirement benefits are established by R.S. 11:1901 and vary depending on the member's hire date.

A member who joined the system on or before January 1, 2007, is eligible for normal retirement if the member has at least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, 10 years of creditable service and is at least age 60, or 7 years of creditable service and is at least age 65. A member who joined the System on or after January 1, 2007, is eligible for normal retirement if the member has at least 30 years of creditable service and is at least age 55, 10 years of creditable service and is at least age 62, or 7 years of creditable service and is at least age 67.

Generally, the monthly amount of the retirement allowance shall consist of an amount equal to 3% of the member's final average compensation multiplied by the member's years of creditable service. However, under certain conditions as outlined in the statutes the benefits are limited to specified amounts.

A member hired prior to January 1, 2007, is eligible to retire and receive disability benefits if the member has at least 5 years of creditable service, is not eligible for normal retirement and has become totally and permanently disabled and is certified as disabled by the State Medical Disability Board. A member who joins the System on or after January 1, 2007, must have at least 7 years of service to qualify for disability benefits.

Upon the death of a member with five or more years of creditable service who is not eligible for retirement, the plan provides benefits for surviving spouses and minor children.

Deferred Retirement Option Plan

In lieu of terminating employment and accepting a service retirement, any member who is eligible to retire may elect to participate in the Deferred Retirement Option Plan (DROP) in which they are enrolled for 3 years and defer the

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receipt of benefits. During participation in the plan, employer contributions are payable, but employee contributions cease. The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP fund. Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at the participant's option, a lump sum from the account equal to the payments into the account, a true annuity based upon the account balance in that fund or roll over the fund to an individual retirement account.

Cost of Living Adjustments

The Board is authorized to provide a cost-of-living allowance for those who retired prior to July 1973. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. In addition, the Board may provide an additional cost of living increase to all retirees and beneficiaries who are over age 65 equal to 2% of the member's benefit paid on October 1, 1977, (or the member's retirement date, if later). Also, the Board may provide a cost of living increase up to 2.5% for retirees 62 and older. (RS 11:1937). Lastly, Act 270 of 2009 provided for further reduced actuarial payments to provide an annual 2.5% cost of living adjustment commencing at age 55. These ad hoc COLAs are not considered to be substantively automatic.

Contributions

Contributions for all members are established by statute at 9.5% of compensation and are deducted from the member's salary and remitted by the participating employer. According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2025, the actuarially determined contribution rate was 7.49% of member's compensation. However, the actual rate for fiscal year ending December 31, 2025 was 11.00% or \$224,251. According to state statute, the System also receives $\frac{1}{4}$ of 1% of ad valorem taxes collected within the respective parishes except for Orleans and East Baton Rouge parishes. The System also receives revenue sharing funds each year as appropriated by the Legislature. Tax monies and revenue sharing monies are apportioned between Plan A and Plan B in proportion to the member's compensation. These additional sources of income are used as additional employer contributions and are considered support from non-contributing entities. The Police Jury's proportionate share of non-employer contributions was \$30,994 and was recognized as revenue by the Police Jury.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2025, the Police Jury reported a pension liability (asset) of (\$298,486) for its proportionate share of the Net Pension Liability (NPL). The NPL was measured as of December 31, 2024, and the total pension assets and liabilities used to calculate the NPL were determined by actuarial valuations as of that date. This asset will be reported by the General fund and special revenue funds with recorded salaries. The Police Jury's proportions of the NPL were based on projections of the Police Jury's long-term share of contributions to the pension plan relative to the projected contribution of all participating employers, actuarially determined. As of December 31, 2024, the most recent measurement date, the Police Jury's proportions and the changes in proportion from the prior measurement date were .296816%, or an decrease of .0124040%.

The following reflects the changes in the net pension liability (asset):

For the year ended December 31, 2025, the Police Jury recognized a total pension expense of \$202,235. The Police Jury reported deferred outflows of resources and deferred inflows of resources related to pensions as components of unrestricted net position from the following sources:

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	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences between expected and actual experience	\$ 182,153	\$ 25,947
Change in assumptions	-	32,844
Net difference between projected and actual earnings on pension plan investments	-	196,553
Changes in proportion and differences between employer contributions and proportionate share of contributions	5,695	54,963
Employer contributions after measurement date	224,251	-
Total	<u>\$ 412,099</u>	<u>\$ 310,307</u>

Deferred outflows of resources related to pensions resulting from the Police Jury's contributions subsequent to the measurement date will be recognized as a reduction of the NPL (NPA) in the year ended December 31, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2026	\$ 88,369
2027	247,800
2028	(310,511)
2029	(148,117)

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Actuarial Assumptions

The total pension liability for PERS in the December 31, 2024, actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurements:

Valuation Date	December 31, 2024
Actuarial Cost Method	Entry Age Normal Cost
Expected Remaining Service Lives	4 years
Investment Rate of Return	6.40%, net of investment expense, including inflation
Inflation Rate	2.30%
Mortality - Non-disabled	Pub-2010 Public Retirement Plans Mortality Table for General Healthy Employees multiplied by 130% for males and 125% for females with full generational projection using the MP2021 scale for annuitant and beneficiary mortality. For employees, the Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females, each with full generational projection using MP2021 scale.
Mortality - Disabled	Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females, each with full generational projection using MP2021 scale.
Salary Increases	4.75% (2.45% Merit/2.30% Inflation)
Cost of Living Adjustments	Not substantively automatic
Termination, Disability, Retirement	Projected based on a 5 year (January 1, 2018 - December 31, 2022) experience study

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the capital asset pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward-looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.40% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.13% for the year ended December 31, 2024.

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2024, are summarized in the following table:

Asset Class	Target Allocation	LT Expected Real Rate of Return
Fixed income	37%	1.08%
Equity	47%	2.82%
Alternatives	15%	0.76%
Real assets	1%	0.07%
Total	100%	4.73%
Inflation		2.40%
Expected arithmetic nominal return		7.13%

Discount Rate. The discount rate used to measure the total pension liability (asset) was 6.40%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the proportionate share of the NPL (NPA) to changes in the discount rate. The following presents the Police Jury's proportionate share of the NPL (NPA) using the current discount rate as well as what the Police Jury's proportionate share of the NPL (NPA) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

1.0% Decrease	Current Discount Rate 6.40%	1.0% Increase
\$ 1,523,272	\$ (298,486)	\$ (1,827,641)

Pension plan fiduciary net position Detailed information about fiduciary net position is available in the separately issued financial report referenced above.

Payables to the Pension Plan. At December 31, 2025, the Police Jury had \$35,793 in payables for the December 2025 employee and employer legally required contributions.

NOTE 10 - COMPENSATED ABSENCES At December 31, 2025, employees of the Police Jury, Library, and Criminal Court had accumulated and vested \$162,927 of employee leave benefits. The liability for compensated absences includes salary-related benefits.

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

NOTE 11 - LONG-TERM LIABILITIES The following is a summary of the long-term liabilities' transactions and balances for the year ended December 31:

	Beginning Balance	Additions	Deletions	Ending Balance	Amounts Due Within One year
Governmental Activities:					
Note payable	\$ -	\$ 89,767	\$ 14,728	\$ 75,039	\$ 21,057
Leases payable	575,450	123,346	237,221	461,575	258,688
Compensated absences	162,640	287	-	162,927	162,927
Claims payable	177,500	-	-	177,500	-
Total	<u>\$ 915,590</u>	<u>\$ 213,400</u>	<u>\$ 251,949</u>	<u>\$ 877,041</u>	<u>\$ 442,672</u>

The compensated absence liability will be liquidated by the funds where the salary is recorded.

The Police Jury has a note payable for heavy equipment for four years with an interest rate of 7.99%. The annual requirement to amortize notes payable outstanding as of December 31, 2025, including interest payments are as follows:

	Principal Payments	Interest Payments	Total
2026	\$ 21,057	\$ 5,236	\$ 26,293
2027	22,803	3,490	26,293
2028	24,693	1,600	26,293
2029	6,486	87	6,573
	<u>\$ 75,039</u>	<u>\$ 10,413</u>	<u>\$ 85,452</u>

The Police Jury leases heavy equipment under lease terms that range from three to five years. Interest rates range from 4.00% to 4.25%. The annual requirement to amortize leases payable outstanding as of December 31, 2025, including interest payments are as follows:

	Principal Payments	Interest Payments	Total
2026	\$ 258,688	\$ 13,641	\$ 272,329
2027	136,037	4,795	140,832
2028	31,351	2,235	33,586
2029	32,710	876	33,586
2030	2,789	10	2,799
	<u>\$ 461,575</u>	<u>\$ 21,557</u>	<u>\$ 483,132</u>

The Police Jury has a \$20,000 line of credit with Power Plan. As of December 31, 2025, the full line of credit is available for purchases.

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

NOTE 12 - INTERFUND TRANSACTIONS (FFS LEVEL ONLY)

Transfers In/Out

<u>Transferred In</u>	<u>Transferred Out</u>	<u>Amount</u>
Criminal Court	General Fund	\$ 97,634
Criminal Court	Nonmajor Governmental	20,160
Public Works	General Fund	452,248
Total		<u>\$ 570,042</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

Interfund Receivables/Payables

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Criminal court	\$ 1,056,490
	Garbage maintenance	6,454
	Public works	18,539
	Grant fund	21,879
	Nonmajor governmental	990
Criminal court	Garbage maintenance	2,784
Library	General fund	13,152
Health unit	General fund	44,722
Courthouse & jail	General fund	1,142,616
	Criminal court	2,611
Public works	Garbage maintenance	56,412
Nonmajor Governmental	General fund	22,734
	Public works	67,529
Total		<u>\$ 2,456,912</u>

The purpose of the receivable to the General fund was to reimburse expenses paid at year end. The general fund receivable from Criminal Court of \$1,056,490 is not expected to be collected in the next year. The Courthouse & Jail receivable from the General fund of \$1,142,616 is not expected to be paid back in the next year.

NOTE 13 - LITIGATION AND CLAIMS

Litigation At December 31, 2025, the Police Jury was involved in a litigation. It is the opinion of legal counsel for the Policy Jury that ultimate resolution of the litigation would not materially affect the financial statements. The Police Jury has recorded \$177,500 as a claims liability.

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

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

Construction Commitments The Police Jury has a Courthouse Roof Replacement construction project in progress as of December 31, 2025, with approximately \$172,101 of remaining expenses.

NOTE 14 - RISK MANAGEMENT The Police Jury is at risk for property damage, liability, and theft which are covered by commercial insurance. The Police Jury is responsible only for the payment of premiums. Settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past three years.

NOTE 15 - OTHER POST EMPLOYMENT BENEFITS (OPEB)

Plan description - The Police Jury provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. The Police Jury's OPEB plan is a single employer defined benefit "substantive plan" as understood by past practices of the Police Jury and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB plan is reported based on communication to plan members. Only employees hired prior to January 1, 2001, are eligible for these benefits if they reach normal retirement age while working for the Police Jury. The benefits and similar benefits for active employees are provided through an insurance program, whose monthly premiums are paid jointly by the employee and the Police Jury. The OPEB plan does not issue a stand-alone financial report. Additionally, no assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Benefits Provided and Funding Policy - The insurance for retired individuals is provided through the Police Jury's group plan, which covers both active and retired members. Employees do not contribute to their post-employment benefits cost until they become retirees and begin receiving those benefits. Contribution amounts are approximately 50% retiree/50% employer of the stated costs of healthcare coverage. The retiree pays 50% of any elected dependent medical coverage.

Employees Covered by Benefit Terms - At December 31, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit	4
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	3
Total	<u>7</u>

Total OPEB Liability - The Police Jury's total OPEB liability of \$307,510 was measured as of December 31, 2025 and was determined by an actuarial valuation as of December 31, 2024. The OPEB liability will be liquidated by the General fund. The total OPEB liability is based on census information as of December 31, 2024, and benefit payments and salary information as of December 31, 2024.

Actuarial Assumptions and Other Inputs - The total OPEB liability for December 31, 2025, using the December 31, 2025, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

**Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025**

Actuarial method	Individual Entry Age Normal
Discount rate	4.83% -GO Bond 20 year index
Healthcare trend	5.5% for 2025 graduating down to 4.04% in 2074
Active Mortality Rates	Pub-2010 Public Retirement Plans mortality table for general employees, headcount weighted, multiplied by 130% for males and 125% for females, each with full generational projection using the MP-2021 scale.
Annuitant and Beneficiary Mortality Rates	Pub-2010 Public Retirement Plans mortality table for general healthy retirees, headcount weighted, multiplied by 130% for males and 125% for females, each with full generational projection using the MP-2021 scale.
Turnover	Turnover rates for employees eligible to retire are assumed to be zero. All active members are eligible to retire; therefore, no withdrawal rates have been assumed.
Retirement rates	100% at retirement eligibility
Salary increase	4.75%

No salary experience studies were conducted. The discount rate increased from 4.08% in the prior year to 4.83% in the current year. The Police Jury contributed \$30,519 utilizing the pay-as-you-go basis.

Changes in the Total OPEB Liability:

	<u>Total OPEB Liability</u>
Balance at January 1, 2025	\$ 343,125
Changes for the year:	
Service cost	-
Interest	13,383
Difference between expected and actual experience	-
Changes in assumptions and other inputs	(18,479)
Benefit payments	(30,519)
Net changes	<u>(35,615)</u>
Balance at December 31, 2025	<u><u>\$ 307,510</u></u>

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate - The following presents the total OPEB liability of the Police Jury, as well as what the Police Jury's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower and one percentage point higher than the current discount rate.

	1% Decrease (3.83%)	Discount Rate (4.83%)	1% Increase (5.83%)
Total OPEB liability	\$ 332,581	\$ 307,510	\$ 285,564

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates - The following presents the total OPEB liability of the Police Jury, as well as what the Police Jury's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower and one percentage point higher than the current healthcare cost trend rates.

	1% Decrease (4.50%)	Trend Rate (5.50%)	1% Increase (6.50%)
Total OPEB liability	\$ 284,067	\$ 307,510	\$ 333,833

OPEB Expense - For the year ended December 31, 2025, the Police Jury recognized OPEB expense of \$(5,096).

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

NOTE 16 - FUND BALANCE CLASSIFICATION DETAILS The following are details of the fund balance classifications as of December 31, 2025.

	General Fund	Criminal Court	Library	Garbage Maintenance	Health Unit	Courthouse & Jail	Public Works	Nonmajor Governmental	Total
Restricted for:									
Roads	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,329,578	\$ 2,910	\$ 2,332,488
Library	-	-	2,269,046	-	-	-	-	-	2,269,046
Operations & maintenance of courthouse & jail	-	-	-	-	-	7,874,880	-	-	7,874,880
Parish garbage collection services	-	-	-	2,696,347	-	-	-	-	2,696,347
Parish health unit operations	-	-	-	-	2,706,776	-	-	-	2,706,776
Grants	-	-	-	-	-	-	-	48,892	48,892
Opioid Abatement	-	-	-	-	-	-	-	282	282
Building license & permit operations	-	-	-	-	-	-	-	171,485	171,485
Economical & industrial development	-	-	-	-	-	-	-	5,161	5,161
Airport operations	-	-	-	-	-	-	-	12,511	12,511
Memorial fund	-	-	-	-	-	-	-	10,343	10,343
Recreation	-	-	-	-	-	-	-	9,719	9,719
Coroner's operations	-	-	-	-	-	-	-	945	945
Witness fees	-	-	-	-	-	-	-	28,631	28,631
Unassigned:									
General fund	733,891	(1,016,624)	-	-	-	-	-	(52,442)	(335,175)
Total	\$ 733,891	\$ (1,016,624)	\$ 2,269,046	\$ 2,696,347	\$ 2,706,776	\$ 7,874,880	\$ 2,329,578	\$ 238,437	\$ 17,832,331

NOTE 17- NEW GASB STANDARD In the current fiscal year the Police Jury implemented GASB Statement No. 102 – *Certain Risk Disclosures*. This statement requires the entity to assess whether a concentration or constraint make the entity vulnerable to the risk of a substantial impact to revenue debt. Additionally, this statement requires the entity to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact to have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. The implementation of this standard had no effect on the Police Jury.

Madison Parish Police Jury
Notes to the Financial Statements
December 31, 2025

NOTE 18 - OPIOID SETTLEMENT The State of Louisiana and participating local governments have reached settlement agreements with certain opioid pharmaceutical manufacturers and distributors that resolved opioid litigation brought by states, local political subdivisions, and special districts against opioid pharmaceutical supply chain participants. As provided under the settlement agreements, the amounts distributed are net of amounts attributable to prior settlements between the defendants and certain states/subdivisions, including amounts for attorneys' fees and costs.

Louisiana settlement proceeds are to be distributed directly to parish governments and sheriffs. The Louisiana Opioid Litigation Memorandum of Understanding (MOU) established guidelines and details regarding the limitations on expenditures and amounts to be received by each entity. According to the MOU, Madison Parish is to receive 0.12% of current and future settlement amounts over an 18-year projected settlement period. Madison Parish Police Jury received \$48,191 in fiscal year 2025 for the 5th year of collected settlements. Future settlement amounts are contingent upon the solvency of the settling defendants.

REQUIRED SUPPLEMENTARY INFORMATION

Madison Parish Police Jury

Schedule of Changes in the Total OPEB Liability and Related Ratios Last Eight Years

Exhibit 1

Total OPEB Liability	2025	2024	2023	2022	2021	2020	2019	2018
Service costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	13,383	13,907	15,807	9,956	11,088	10,815	14,893	13,998
Experience (Gain)/Loss	-	(48,672)	-	36,781	(11,618)	59,002	(2,134)	(11,279)
Changes in assumptions and other inputs	(18,479)	(34,128)	17,002	(72,781)	3,066	83,664	44,285	(22,178)
Benefit payments	(30,519)	(28,928)	(33,283)	(31,548)	(26,554)	(25,170)	(25,563)	(24,230)
Net change in total OPEB liability	(35,615)	(97,821)	(474)	(57,592)	(24,018)	128,311	31,481	(43,689)
Total OPEB liability - Beginning	343,125	440,946	441,420	499,012	523,030	394,719	363,238	406,927
Total OPEB liability - Ending	<u>\$ 307,510</u>	<u>\$ 343,125</u>	<u>\$ 440,946</u>	<u>\$ 441,420</u>	<u>\$ 499,012</u>	<u>\$ 523,030</u>	<u>\$ 394,719</u>	<u>\$ 363,238</u>
Covered employee payroll	\$ 344,621	\$ 328,994	\$ 312,549	\$ 298,376	\$ 292,704	\$ 284,179	\$ 278,770	\$ 270,650
Total OPEB liability as a percentage of covered employee payroll	89.23%	104.30%	141.08%	147.94%	170.48%	184.05%	141.59%	134.21%
Changes of Assumptions								
The discount rate used:	4.83%	4.08%	3.26%	3.72%	2.06%	2.12%	2.74%	4.10%
The annual medical trend rate used:	5.50%	5.50%	5.50%	4.50%	4.50%	4.50%	5.00%	5.00%
The mortality projection assumption table with Projection using the:	PubG.H-2010	PubG.H-2010	PubG.H-2010	PubG.H-2010	RP-2014	RP-2014	RP-2000	RP-2000

Notes:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

No assets are accumulated in a trust that meets the criteria in GASB 75, paragraph 4, to pay related benefits.

Madison Parish Police Jury

**Schedule of Employer's Proportionate Share of the Net Pension Liability (Asset)
Last Ten Years**

Exhibit 2-1

<u>Fiscal Year</u>	<u>Employer's Proportion of the Net Pension Liability (Asset)</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Parochial Employees' Retirement System of Louisiana					
2016	0.335608%	\$ 883,417	\$ 1,835,600	48%	92.23%
2017	0.305684%	629,560	1,798,356	35%	94.15%
2018	0.292171%	(216,863)	1,857,231	-12%	101.98%
2019	0.290264%	1,288,296	1,892,115	68%	88.86%
2020	0.316527%	14,900	1,961,033	1%	99.89%
2021	0.295862%	(519,501)	1,905,203	-27%	104.00%
2022	0.286297%	(1,348,583)	2,066,696	-65%	110.46%
2023	0.304648%	1,172,526	2,237,447	52%	91.74%
2024	0.309220%	294,601	2,284,632	13%	98.04%
2025	0.296816%	(298,486)	2,038,645	-15%	101.97%

Notes:

The amounts presented have a measurement date of the previous fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years.

Madison Parish Police Jury

**Schedule of Employer Contributions to Pension Plans
Last Ten Years**

Exhibit 2-2

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractually Required Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Employee Payroll</u>
Parochial Employees' Retirement System of Louisiana					
2016	\$ 238,628	\$ 238,628	\$ -	\$ 1,835,600	13.00%
2017	224,795	224,795	-	1,798,356	12.50%
2018	213,582	213,582	-	1,857,231	11.50%
2019	217,593	217,593	-	1,892,115	11.50%
2020	240,227	240,227	-	1,961,033	12.25%
2021	245,637	245,637	-	1,905,203	12.89%
2022	237,670	237,670	-	2,066,696	11.50%
2023	257,306	257,306	-	2,237,447	11.50%
2024	262,733	262,733	-	2,284,632	11.50%
2025	224,251	224,251	-	2,038,645	11.00%

Notes:

The amounts presented were determined as of fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years.

Madison Parish Police Jury

Notes to the Required Supplementary Information for Pensions December 31, 2025

Change in Assumptions Changes in actuarial assumptions are as follows:

Report Date	Valuation Date	Investment Rate of Return	Inflation Rate	Mortality Rate - Annuitant and Beneficiary	Mortality Rate - Employees	Mortality Rate - Disabled Annuitants	Salary Increases
December 31,							
2016 & 2017	2015 & 2016	7.00%	2.50%	RP-2000 Healthy Annuitant Sex Distinct Tables set forward 2 years for males and set forward 1 year for females projected to 2031 using Scale AA	RP-2000 Employees Sex Distinct Tables set back 4 years for males and 3 years for females	RP-2000 Disabled Lives Mortality Table set back 5 years for males and 3 years for females	5.25%
2018	2017	6.75%	2.50%	RP-2000 Healthy Annuitant Sex Distinct Tables set forward 2 years for males and set forward 1 year for females projected to 2031 using Scale AA	RP-2000 Employees Sex Distinct Tables set back 4 years for males and 3 years for females	RP-2000 Disabled Lives Mortality Table set back 5 years for males and 3 years for females	5.25%
2019 & 2020	2018 & 2019	6.50%	2.40%	Pub-2010 Public Retirement Plans Mortality Table for General Healthy Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale	Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale	Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale	4.75%
2021, 2022, & 2023	2020, 2021, & 2022	6.40%	2.30%	Pub-2010 Public Retirement Plans Mortality Table for General Healthy Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale	Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale	Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale	4.75%
2024 & 2025	2023 & 2024	6.40%	2.30%	Pub-2010 Public Retirement Plans Mortality Table for General Healthy Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2021 scale	Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2021 scale	Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2021 scale	4.75%

Madison Parish Police Jury

Budgetary Comparison Schedules

General Fund and Any Major Special Revenue Funds With a Legally Adopted Annual Budget

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

Library fund - accounts for the activities performed for the public library. The main source of revenue is ad valorem tax restricted for the library.

Garbage Maintenance - accounts for the parish garbage collection services. The main sources of revenue are ad valorem tax and collection fees.

Health Unit - accounts for funds for the parish health center. The main source of revenue is ad valorem tax.

Courthouse & Jail - accounts for the operations and maintenance of the courthouse and jail. The main source of revenue is ad valorem tax.

Public Works - accounts for funds used to maintain parish roads and streets. The main source of revenue is ad valorem tax.

MADISON PARISH POLICE JURY

**GENERAL FUND
Budgetary Comparison Schedule
For the year ended December 31, 2025**

Exhibit 3-1

**VARIANCE
FINAL
POSITIVE
(NEGATIVE)**

	BUDGETED AMOUNT		ACTUAL AMOUNTS	
	ORIGINAL	FINAL		
BUDGETARY FUND BALANCES, BEGINNING	\$ 899,381	\$ 899,381	\$ 899,381	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad Valorem	611,000	581,105	404,100	(177,005)
Sales and use	199,390	375,000	426,552	51,552
Licenses and permits	49,915	428,550	171,943	(256,607)
Intergovernmental revenues:				
Federal grants	76,017	107,931	97,340	(10,591)
State funds:				
State revenue sharing	5,000	4,000	7,331	3,331
Severance taxes	11,540	-	7,877	7,877
Other	305,903	-	331,498	331,498
Fees, charges, and commissions for services	-	1,250	75	(1,175)
Fines and forfeitures	1,700	-	8,233	8,233
Use of money and property	8,785	5,850	17,104	11,254
Other revenues	4,500	2,500	11,810	9,310
Transfers from other funds	125,000	271,000	-	(271,000)
	<u>2,298,131</u>	<u>2,676,567</u>	<u>2,383,244</u>	<u>(293,323)</u>
Amounts available for appropriations				
Charges to appropriations (outflows)				
Current:				
General government:				
Legislative	-	110,800	153,234	(42,434)
Judicial	(55,715)	342,000	298,187	43,813
Elections	15,734	21,508	36,505	(14,997)
Finance and administrative	96,296	298,500	326,593	(28,093)
Other general government	542,604	21,200	-	21,200
Public safety	125,740	45,380	112,430	(67,050)
Public works	9,421	-	18,289	(18,289)
Health and welfare	12,900	1,384	10,720	(9,336)
Economic development and assistance	131,080	139,600	102,967	36,633
Capital outlay	-	92,731	36,019	56,712
Debt service:				
Principal retirement	-	-	4,434	(4,434)
Interest and bank charges	-	-	93	(93)
Transfers to other funds	390,559	329,033	549,882	(220,849)
	<u>1,268,619</u>	<u>1,402,136</u>	<u>1,649,353</u>	<u>(247,217)</u>
Total charges to appropriations				
BUDGETARY FUND BALANCES, ENDING	<u>\$ 1,029,512</u>	<u>\$ 1,274,431</u>	<u>\$ 733,891</u>	<u>\$ (540,540)</u>

See accompanying notes to budgetary comparison schedule.

MADISON PARISH POLICE JURY

LIBRARY

**Budgetary Comparison Schedule
For the year ended December 31, 2025**

Exhibit 3-2

	BUDGETED AMOUNT		ACTUAL AMOUNTS	VARIANCE FINAL POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
BUDGETARY FUND BALANCES, BEGINNING	\$ 2,140,491	\$ 2,140,491	\$ 2,140,491	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad Valorem	626,603	626,800	615,226	(11,574)
Intergovernmental revenues:				
Federal grants	7,300	7,300	6,949	(351)
State funds:				
State revenue sharing	4,200	8,800	6,008	(2,792)
Other	1,000	-	1,395	1,395
Fees, charges, and commissions for services	3,700	3,909	4,059	150
Fines and forfeitures	170	310	335	25
Use of money and property	1,200	1,200	65,783	64,583
Other revenues	100	100	-	(100)
Amounts available for appropriations	<u>2,784,764</u>	<u>2,788,910</u>	<u>2,840,246</u>	<u>51,336</u>
Charges to appropriations (outflows)				
Current:				
General government:				
Finance and administrative	5,500	-	-	-
Culture and recreation	802,350	569,973	562,439	7,534
Capital outlay	45,000	-	8,761	(8,761)
Total charges to appropriations	<u>852,850</u>	<u>569,973</u>	<u>571,200</u>	<u>(1,227)</u>
BUDGETARY FUND BALANCES, ENDING	<u>\$ 1,931,914</u>	<u>\$ 2,218,937</u>	<u>\$ 2,269,046</u>	<u>\$ 50,109</u>

See accompanying notes to budgetary comparison schedule.

MADISON PARISH POLICE JURY

**GARBAGE MAINTENANCE
Budgetary Comparison Schedule
For the year ended December 31, 2025**

Exhibit 3-3

	BUDGETED AMOUNT		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	FINAL POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 2,535,487	\$ 2,535,487	\$ 2,535,487	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad Valorem	514,383	514,383	486,459	(27,924)
Intergovernmental revenues:				
Federal grants	12,000	12,000	11,410	(590)
State funds:				
State revenue sharing	6,000	6,000	4,255	(1,745)
Fees, charges, and commissions for services	606,800	600,800	505,736	(95,064)
Use of money and property	13,800	13,575	99,011	85,436
Amounts available for appropriations	<u>3,688,470</u>	<u>3,682,245</u>	<u>3,642,358</u>	<u>(39,887)</u>
Charges to appropriations (outflows)				
Current:				
Public works	<u>927,664</u>	<u>923,550</u>	<u>946,011</u>	<u>(22,461)</u>
Total charges to appropriations	<u>927,664</u>	<u>923,550</u>	<u>946,011</u>	<u>(22,461)</u>
BUDGETARY FUND BALANCES, ENDING	<u>\$ 2,760,806</u>	<u>\$ 2,758,695</u>	<u>\$ 2,696,347</u>	<u>\$ (62,348)</u>

See accompanying notes to budgetary comparison schedule.

MADISON PARISH POLICE JURY

HEALTH UNIT
Budgetary Comparison Schedule
For the year ended December 31, 2025

Exhibit 3-4

	BUDGETED AMOUNT		ACTUAL AMOUNTS	VARIANCE FINAL POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
BUDGETARY FUND BALANCES, BEGINNING	\$ 2,507,725	\$ 2,507,725	\$ 2,507,725	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad Valorem	239,107	239,107	233,388	(5,719)
Intergovernmental revenues:				
Federal grants	56,240	56,240	56,026	(214)
State funds:				
State revenue sharing	2,320	4,320	3,391	(929)
Use of money and property	2,000	2,000	95,175	93,175
Amounts available for appropriations	<u>2,807,392</u>	<u>2,809,392</u>	<u>2,895,705</u>	<u>86,313</u>
Charges to appropriations (outflows)				
Health and welfare	<u>174,004</u>	<u>185,559</u>	<u>188,929</u>	<u>(3,370)</u>
Total charges to appropriations	<u>174,004</u>	<u>185,559</u>	<u>188,929</u>	<u>(3,370)</u>
BUDGETARY FUND BALANCES, ENDING	<u>\$ 2,633,388</u>	<u>\$ 2,623,833</u>	<u>\$ 2,706,776</u>	<u>\$ 82,943</u>

See accompanying notes to budgetary comparison schedule.

MADISON PARISH POLICE JURY

**COURTHOUSE & JAIL
Budgetary Comparison Schedule
For the year ended December 31, 2025**

Exhibit 3-5

	BUDGETED AMOUNT		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNTS	FINAL POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 7,948,740	\$ 7,948,740	\$ 7,948,740	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad Valorem	1,106,239	1,006,239	1,086,151	79,912
Intergovernmental revenues:				
Federal grants	13,000	13,000	12,269	(731)
Use of money and property	7,200	7,200	221,171	213,971
Amounts available for appropriations	<u>9,075,179</u>	<u>8,975,179</u>	<u>9,268,331</u>	<u>293,152</u>
Charges to appropriations (outflows)				
Current:				
General government:				
Judicial	17,550	-	520	(520)
Public safety	1,052,477	1,123,973	1,196,023	(72,050)
Capital outlay	<u>6,000</u>	<u>-</u>	<u>196,908</u>	<u>(196,908)</u>
Total charges to appropriations	<u>1,076,027</u>	<u>1,123,973</u>	<u>1,393,451</u>	<u>(269,478)</u>
BUDGETARY FUND BALANCES, ENDING	<u>\$ 7,999,152</u>	<u>\$ 7,851,206</u>	<u>\$ 7,874,880</u>	<u>\$ 23,674</u>

See accompanying notes to budgetary comparison schedule.

MADISON PARISH POLICE JURY

PUBLIC WORKS
Budgetary Comparison Schedule
For the year ended December 31, 2025

Exhibit 3-6

	BUDGETED AMOUNT		ACTUAL AMOUNTS	VARIANCE FINAL POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
BUDGETARY FUND BALANCES, BEGINNING	\$ 1,903,924	\$ 1,903,924	\$ 1,903,924	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad Valorem	2,462,546	2,900,950	2,426,420	(474,530)
Intergovernmental revenues:				
Federal grants	72,500	72,500	21,606	(50,894)
State funds:				
Parish transportation funds	145,000	-	167,700	167,700
State revenue sharing	-	95,000	34,759	(60,241)
Other	50,000	145,000	94,796	(50,204)
Fees, charges, and commissions for services	500	733	3,454	2,721
Fines and forfeitures	-	-	200	200
Use of money and property	22,800	20,800	20,587	(213)
Proceeds from leases	-	-	213,113	213,113
Transfers from other funds	-	-	452,248	452,248
Amounts available for appropriations	<u>4,657,270</u>	<u>5,138,907</u>	<u>5,338,807</u>	<u>199,900</u>
Charges to appropriations (outflows)				
Current:				
Public works	2,207,310	2,765,550	2,329,646	435,904
Capital outlay	-	-	408,416	(408,416)
Debt service:				
Principal retirement	-	-	247,515	(247,515)
Interest and bank charges	-	-	23,652	(23,652)
Total charges to appropriations	<u>2,207,310</u>	<u>2,765,550</u>	<u>3,009,229</u>	<u>(243,679)</u>
BUDGETARY FUND BALANCES, ENDING	<u>\$ 2,449,960</u>	<u>\$ 2,373,357</u>	<u>\$ 2,329,578</u>	<u>\$ (43,779)</u>

See accompanying notes to budgetary comparison schedule.

Madison Parish Police Jury

Notes to the Budgetary Comparison Schedules For the Year Ended December 31, 2025

A. BUDGETS

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

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

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

For the year ended December 31, 2025, modified accrual basis budgets were adopted for the General fund and all special revenue funds, except the criminal court special revenue fund, which is exempt from the requirements of Louisiana Revised Statutes 39:1301-1314 (Local Government Budget Act).

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

Budget Basis of Accounting All governmental funds' budgets are prepared on the modified accrual basis of accounting. Budgeted amounts are as originally adopted or as amended by the Police Jury. Legally, the Police Jury must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Police Jury to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more.

Madison Parish Police Jury

Notes to the Budgetary Comparison Schedules For the Year Ended December 31, 2025

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

	General	Library	Garbage Maintenance	Health Unit	Courthouse & Jail	Public Works
<u>Sources/inflows of resources:</u>						
Actual amounts (budgetary basis) "available for appropriations" from the Budgetary Comparison Schedule	\$ 2,383,244	\$ 2,840,246	\$ 3,642,358	\$ 2,895,705	\$ 9,268,331	\$ 5,338,807
Adjustment to revenue for transfers in are inflows of budgetary resources but are not revenues for financial statement purposes	-	-	-	-	-	-
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes	(899,381)	(2,140,491)	(2,535,487)	(2,507,725)	(7,948,740)	(1,903,924)
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 1,483,863</u>	<u>\$ 699,755</u>	<u>\$ 1,106,871</u>	<u>\$ 387,980</u>	<u>\$ 1,319,591</u>	<u>\$ 3,434,883</u>
<u>Uses/Outflows of resources:</u>						
Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 1,649,353	\$ 571,200	\$ 946,011	\$ 188,929	\$ 1,393,451	\$ 3,009,229
Transfers to other funds classified as expenditures for budgetary purposes and as an operating transfer for financial reporting	(549,882)	-	-	-	-	-
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 1,099,471</u>	<u>\$ 571,200</u>	<u>\$ 946,011</u>	<u>\$ 188,929</u>	<u>\$ 1,393,451</u>	<u>\$ 3,009,229</u>

Madison Parish Police Jury

Notes to the Budgetary Comparison Schedules For the Year Ended December 31, 2025

C. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

These funds had actual expenditures over budgeted expenditures for the year ended December 31, 2025 as detailed below:

Fund	Budget	Actual	Variance
General	\$ 1,402,136	\$ 1,649,353	\$ (247,217)
Library	569,973	571,200	(1,227)
Garbage	923,550	946,011	(22,461)
Health Unit	185,559	188,929	(3,370)
Courthouse & Jail	1,123,973	1,393,451	(269,478)
Public Works	2,765,550	3,009,229	(243,679)

Madison Parish Police Jury

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SUPPLEMENTARY INFORMATION

Madison Parish Police Jury

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Madison Parish Police Jury

NONMAJOR SPECIAL REVENUE FUNDS

LCDBG - Federal Community Development Block Grant used for HVAC improvements at the Library.

Local Assistance and Tribal Consistency Fund - Federal funding provided to eligible revenue sharing counties for revenue enhancement.

Opioid Abatement - Funds from settlement agreements with certain opioid pharmaceutical manufacturers and distributors that resolved opioid litigation brought by states, local political subdivisions, and special districts against opioid pharmaceutical supply chain participants.

FEMA - Fund accounts for the federal Hazard Mitigation Grant Program

Building Fund - Accounts mainly for permit activity.

American Rescue Plan - accounts for grant funding from the Coronavirus State Local Fiscal Recovery Fund authorized by the American Rescue Plan Act of 2021.

Grant Fund - accounts for federal and state funds restricted for special purposes.

Miscellaneous Funds - Accounts for various funds with limited activity.

MADISON PARISH POLICE JURY
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
December 31, 2025

	LCDBG	LOCAL ASSIST. AND TRIBAL CONSISTENCY FUND	OPIOID ABATEMENT	FEMA
ASSETS				
Cash and cash equivalents	\$ 100	\$ 1,247	\$ 282	\$ 1
Receivables	-	-	-	43,791
Interfund receivables	5,000	-	-	-
TOTAL ASSETS	<u>5,100</u>	<u>1,247</u>	<u>282</u>	<u>43,792</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts and other payables	-	-	-	-
Interfund payables	-	-	-	-
Unearned revenue	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Restricted	5,100	1,247	282	43,792
Unassigned	-	-	-	-
TOTAL FUND BALANCES	<u>5,100</u>	<u>1,247</u>	<u>282</u>	<u>43,792</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,100</u>	<u>\$ 1,247</u>	<u>\$ 282</u>	<u>\$ 43,792</u>

Exhibit 4

	Previously Reported as Major	Previously Reported as Major		
BUILDING FUND	AMERICAN RESCUE PLAN	GRANT FUND	MISCELLANEOUS FUNDS	TOTAL
\$ 87,599	\$ 293,662	\$ -	\$ 104,676	\$ 487,567
-	-	-	5,690	49,481
83,886	-	-	1,377	90,263
171,485	293,662	-	111,743	627,311
-	-	-	74,006	74,006
-	-	21,879	990	22,869
-	291,999	-	-	291,999
-	291,999	21,879	74,996	388,874
171,485	1,663	-	67,310	290,879
-	-	(21,879)	(30,563)	(52,442)
171,485	1,663	-	36,747	238,437
\$ 171,485	\$ 293,662	\$ -	\$ 111,743	\$ 627,311

MADISON PARISH POLICE JURY
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2025

	LCDBG	LOCAL ASSIST. AND TRIBAL CONSISTENCY FUND	OPIOID ABATEMENT
REVENUES			
Local sources:			
Licenses and permits	\$ -	\$ -	\$ -
Intergovernmental revenues:			
Federal grants	-	11,469	-
State funds:			
Other	-	-	-
Fees, charges, and commissions for services	-	-	48,191
Use of money and property	-	143	29
Other revenues	-	-	-
TOTAL REVENUES	-	11,612	48,220
EXPENDITURES			
Current:			
General government:			
Legislative	-	-	-
Judicial	-	-	-
Elections	-	-	-
Finance and administrative	-	-	-
Other general government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	26,886	48,191
Economic development and assistance	-	-	-
Capital outlay	-	-	-
TOTAL EXPENDITURES	-	26,886	48,191
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(15,274)	29
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCES	-	(15,274)	29
FUND BALANCES - BEGINNING AS PREVIOUSLY REPORTED	5,100	16,521	253
Adjustment - Change from major to non major	-	-	-
FUND BALANCES - BEGINNING, AS ADJUSTED	5,100	16,521	253
FUND BALANCES - ENDING	\$ 5,100	\$ 1,247	\$ 282

Exhibit 5

		Previously Reported as Major	Previously Reported as Major		
FEMA	BUILDING FUND	AMERICAN RESCUE RESCUE PLAN	GRANT FUND	MISCELLANEOUS FUNDS	TOTAL
\$ -	\$ 9,050	\$ -	\$ -	\$ -	\$ 9,050
177,492	-	5,198	-	-	194,159
-	-	-	3,329	3,829	7,158
-	-	-	-	62,744	110,935
-	3,211	565	-	852	4,800
-	-	-	-	2,500	2,500
177,492	12,261	5,763	3,329	69,925	328,602
-	-	-	-	-	-
-	-	-	-	-	-
-	3,761	-	-	-	3,761
-	-	-	-	-	-
133,701	-	-	-	-	133,701
-	-	-	3,329	-	3,329
-	-	-	-	87,095	162,172
-	-	-	-	5,685	5,685
-	66,800	5,198	-	-	71,998
133,701	70,561	5,198	3,329	92,780	380,646
43,791	(58,300)	565	-	(22,855)	(52,044)
-	-	-	-	-	-
-	-	-	-	(20,160)	(20,160)
-	-	-	-	(20,160)	(20,160)
43,791	(58,300)	565	-	(43,015)	(72,204)
1	229,785	-	-	79,762	331,422
-	-	1,098	(21,879)	-	(20,781)
1	229,785	1,098	(21,879)	79,762	310,641
\$ 43,792	\$ 171,485	\$ 1,663	\$ (21,879)	\$ 36,747	\$ 238,437

Madison Parish Police Jury

**Schedule of Compensation Paid Police Jurors
For the Year Ended December 31, 2025**

Exhibit 6

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

Jane Sanders, President	\$ 24,000
Johnny Hughes, Vice President	19,200
Jerry Hicks	19,200
Stanley Ogden	19,200
Dave Wilson III	19,200
Total	<u>\$ 100,800</u>

Madison Parish Police Jury

**Schedule of Compensation, Benefits and Other Payments to Agency Head
For the Year Ended December 31, 2025**

Exhibit 7

Agency Head Name: Jane Sanders, Board President

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 24,000
Travel	910

Madison Parish Police Jury
Schedule of Justice System Funding
For the Year Ended December 31, 2025

Exhibit 8

Justice System Funding Schedule - Receiving Entity

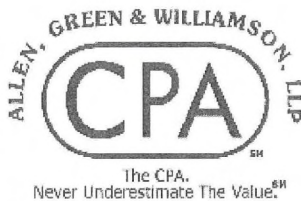
As Required by Act 87 of the 2020 Regular Legislative Session

Cash Basis Presentation	First Six Month Period Ended 06/30/2025	Second Six Month Period Ended 12/31/2025
Receipts From:		
<i>Madison Parish Sheriff, Criminal Court Costs/Fees</i>	\$ 176,376	\$ 194,973
<i>Madison Parish Sheriff, Bond Fees</i>	5,448	10,008
<i>Madison Parish Sheriff, Criminal Fines - Contempt</i>	9,120	13,390
<i>Madison Parish Sheriff, Criminal Fines - Other</i>	10,983	13,353
Total Receipts	<u>\$ 201,927</u>	<u>\$ 231,724</u>

**OTHER REPORTS REQUIRED BY
*GOVERNMENT AUDITING STANDARDS***

Madison Parish Police Jury

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(Retired) 1963 - 2000

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

Independent Auditor's Report

Police Jurors
Madison Parish Police Jury
Tallulah, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Madison Parish Police Jury as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Police Jury's basic financial statements, and have issued our report thereon dated June 30, 2026. We issued an adverse opinion on the aggregate discretely presented component units and an unmodified opinion on the governmental activities, each major fund, and the aggregate remaining fund information.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and Responses as items 2025-001 and 2025-004, that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Police Jury's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed three instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Responses as items 2025-002, 2025-003, and 2025-004.

Police Jury's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Police Jury's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The Police Jury's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Police Jury's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Police Jury's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP
Monroe, Louisiana
June 30, 2026

**Madison Parish Police Jury
Schedule of Findings and Responses
For the Year Ended December 31, 2025**

PART I - Summary of the Auditor's Results

Financial Statement Audit

- i. The type of audit report issued was an adverse opinion on the aggregate discretely presented component units and an unmodified opinion on the governmental activities, each major fund, and the aggregate remaining fund information of the primary government.
- ii. There are two significant deficiencies required to be disclosed by *Government Auditing Standards* issued by the Comptroller General of the United States of America. Findings 2025-001 and 2025-004 are considered to be material weaknesses.
- iii. There are three instances of noncompliance, as defined by the *Government Auditing Standards*, to the basic financial statements.

**Madison Parish Police Jury
Schedule of Findings and Responses
For the Year Ended December 31, 2025**

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

Reference # and title: 2025-001

Internal Controls over Financial Reporting

Entity-wide or program/department specific: This finding is entity-wide.

Criteria or specific requirement: Sound internal controls over financial reporting require that accounting records contain accurate, complete, and up-to-date information to ensure that the financial data can be relied upon to monitor the financial condition of the Police Jury. Financial records should be reviewed timely to supporting documentation to ensure that transactions are properly recorded and classified in the accounting records. The financial closing process should ensure that all balance sheet accounts are reconciled in a timely manner to ensure that account balances are valid, complete, and accurate.

Condition found: The most significant financial reporting issues are noted below:

- Investment entries were made, but the accounts were not reconciled at year-end.
- Several payroll liability accounts initially had debit balances.
- Several accounts payable and retainage payable amounts were not recorded.
- Several prior year entries were recorded in the current year and had to be reversed.

Context: The exceptions noted above were identified when performing testing across various account balances and review of the financial statements and appear to be systemic.

Possible asserted effect (cause and effect):

Cause: The Police Jury does not have an established process to ensure that balances are valid, complete, and accurate for the transactions noted above.

Effect: The Police Jury's controls over financial reporting may not identify material misstatements on a timely basis.

Recommendation to prevent future occurrences: The Police Jury should establish policies and procedures to ensure that account balances are valid, complete and accurate for financial reporting.

Origination date and prior year reference (if applicable): This finding originated in the fiscal year ending December 31, 2023.

View of responsible official: See current year Corrective Action Plan.

**Madison Parish Police Jury
Schedule of Findings and Responses
For the Year Ended December 31, 2025**

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

Reference # and title: **2025-002** **Non-Compliance with Public Bid Law**

Entity-wide or program/department specific: This finding is specific to the Public Works Department.

Criteria or specific requirement: Louisiana Revised Statute (R.S.) 38:2212 requires political subdivisions to adhere to public bid law for purchases exceeding statutory thresholds.

Condition found: Public bid law procedures were not followed for the purchase of two dump trucks and one truck. Upon expiration of the leases for the two dump trucks, Public Works bought them from the lessor. Quotes were obtained for the truck; however, it was over the threshold, and the item should have been bid.

Context: The compliance issue identified was the result of detailed audit procedures including review of purchasing documentation. This instance of noncompliance points to a pattern of inadequate adherence to state-mandated law, as well as a lack of follow-through on prior audit recommendations. The nature and recurrence of this issue suggests that internal monitoring systems may be insufficient to ensure ongoing compliance with applicable Louisiana statute.

Possible asserted effect (cause and effect):

Cause: Insufficient awareness of state compliance requirements and failure to implement corrective actions from prior audit findings.

Effect: The Police Jury may not have complied with public bid law for the above transactions.

Recommendation to prevent future occurrences: The Police Jury should ensure compliance with Louisiana Public Bid Law by reviewing thresholds annually and maintaining documentation for all required purchases. Internal control procedures should be established to review purchase order amounts that exceed the thresholds prior to the actual purchase being made.

Origination date and prior year reference: This finding originated in the fiscal year ending December 31, 2024.

View of responsible official: See current year Corrective Action Plan.

**Madison Parish Police Jury
Schedule of Findings and Responses
For the Year Ended December 31, 2025**

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

Reference # and title: **2025-003** **Non-Compliance with Local Budget Act**

Entity-wide or program/department specific: This finding is specific to the Administrative Department.

Criteria or specific requirement: Louisiana Revised Statute (R.S.) 39:1311 (A) requires the chief executive or administrative officers and members of the governing authority of the political subdivision to control expenditures. The chief executive or administrative officer for a political subdivision subject to public participation as provided in R.S. 39:1307 shall advise the governing authority or independently elected official in writing when total actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, are exceeding the total budgeted expenditures and other uses by five percent or more.

Condition found: The Police Jury had actual expenditures which exceeded budget greater than five percent in the General Fund and Courthouse & Jail. The Police Jury had an unfavorable revenue variance in the General Fund.

Context: The compliance issue noted above was identified when reviewing budget-to-actual comparisons.

Possible asserted effect (cause and effect):

Cause: The Police Jury did not monitor the budget and related expenditures and revenues in the funds noted.

Effect: Lack of adherence to budget amendment procedures may result in unauthorized expenditures and reduced fiscal control.

Recommendation to prevent future occurrences: The Police Jury should monitor the budget throughout the year and make amendments as needed to comply with the Local Budget Act.

Origination date and prior year reference: This finding originated in the fiscal year ending December 31, 2011.

View of responsible official: See current year Corrective Action Plan.

**Madison Parish Police Jury
Schedule of Findings and Responses
For the Year Ended December 31, 2025**

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

Reference # and title: **2025-004** **Reporting**

<u>Federal Grantor/Program Name</u>	<u>Assistance Listing No.</u>	<u>Award Year</u>
State & Local Fiscal Recovery Funds (ARPA)	21.027	2021

Criteria or specific requirement: The Police Jury is required to submit a project and expenditure report quarterly and annually. The key line items in the report are obligations and expenditures.

Condition found: The report submitted in March 2026 for the period ended December 31, 2025, did not agree with documentation for the Public Works Equipment project. The Public Works Equipment project total cumulative obligations were reported as \$511,898 and total cumulative expenditures were reported as \$511,898. The equipment was purchased in the prior year for \$220,000. The cumulative expenditures and obligations are overstated by \$291,898. The report did not include documentation that it was reviewed by anyone other than the preparer.

Context: The December 31, 2025, report filed in March 2026 was reviewed by comparing amounts reported for cumulative obligations and expenditures to support for cumulative obligations and expenditures. The report was reviewed in an attempt to clear the prior year audit finding.

Possible asserted effect (cause and effect):

Cause: There is no evidence that the report was reviewed for errors by someone other than the preparer.

Effect: The Police Jury may have unobligated amounts of \$291,898 on December 31, 2024, which was the last day to obligate the funds.

Recommendation to prevent future occurrences: The Policy Jury should communicate with the grantor agency to determine if the amount that is not obligated per the report should be repaid.

Origination date and prior year reference (if applicable): This finding originated in fiscal year ending December 31, 2024.

View of responsible official: See current year Corrective Action Plan.

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OTHER INFORMATION

Madison Parish Police Jury
Summary Schedule of Prior Year Audit Findings and Questioned Costs
For the Year Ended December 31, 2025

Reference # and title: 2024-001

Internal Controls over Financial Reporting

Entity-wide or program/department specific: This finding is entity-wide.

Criteria or specific requirement: Sound internal controls over financial reporting require that accounting records contain accurate, complete, and up-to-date information to ensure that the financial data can be relied upon to monitor the financial condition of the Police Jury. Financial records should be reviewed timely to supporting documentation to ensure that transactions are properly recorded and classified in the accounting records. The financial closing process should ensure that all balance sheet accounts are reconciled in a timely manner to ensure that account balances are valid, complete and accurate.

Condition found: The most significant financial reporting issues are noted below:

- Entries to recognize revenue for several grants were not recorded.
- Investment gains and losses were not recorded during the year nor at year end.
- Several payroll liability accounts have debit balances.
- Several accounts payable and retainage payable amounts were not recorded.
- There are no procedures for preparing a Schedule of Expenditures of Federal Awards (SEFA).

Corrective action taken:

See current year finding 2025-001.

Reference # and title: 2024-002

Non-Compliance with State Statutes

Entity-wide or program/department specific: This finding is entity-wide.

Criteria or specific requirement: Louisiana Revised Statute 48:755 requires the parish road manager to maintain a parish wide selective maintenance program inclusive of parish roads and to provide a schedule of work to be performed by category on a weekly basis. The parish road manager shall maintain a record of the work so authorized and shall report the total amount of such expenditures monthly to the parish governing authority.

Condition found: Louisiana municipalities are required to comply with various state statutes governing procurement, budgeting, and the parish transportation act. Specifically:

- **Louisiana Revised Statute (R.S.) 38:2212** requires political subdivisions to adhere to public bid law for purchases exceeding statutory thresholds.
- **Louisiana Revised Statute 48:755** requires the parish road manager to maintain a parish wide selective maintenance program inclusive of parish roads and to provide a schedule of work to be performed by category on a weekly basis. The parish road manager shall maintain a record of the work so authorized and shall report the total amount of such expenditures monthly to the parish governing authority.
- **Louisiana Revised Statute (R.S.) 39:1311 (A)** requires the chief executive or administrative officers and members of the governing authority of the political subdivision to control expenditures. The chief executive or administrative officer for a political subdivision subject to public participation as provided in R.S. 39:1307 shall advise the governing authority or independently elected official in writing when total actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, are exceeding the total budgeted expenditures and other uses by five percent or more.

Madison Parish Police Jury
Summary Schedule of Prior Year Audit Findings and Questioned Costs
For the Year Ended December 31, 2025

Corrective action taken:

See current year findings 2025-002 and 2025-003.

We consider the Parish Transportation Act finding cleared.

Reference # and title: **2024-003**
(SEFA)

Preparation of the Schedule of Expenditures of Federal Awards

<u>Federal Grantor/Program Name</u>	<u>Assistance Listing No.</u>	<u>Award Year</u>
State & Local Fiscal Recovery Funds (ARPA)	21.027	2021

Criteria or specific requirement: The Police Jury is required to have a comprehensive and accurate schedule of expenditures of federal awards (SEFA) to document federal grant expenditures by agency, program and amount.

Condition found: The Police Jury did not submit a complete and accurate SEFA.

Corrective action taken:

We consider this finding cleared.

Reference # and title: **2024-004**

Reporting

<u>Federal Grantor/Program Name</u>	<u>Assistance Listing No.</u>	<u>Award Year</u>
State & Local Fiscal Recovery Funds (ARPA)	21.027	2021

Criteria or specific requirement: The Police Jury is required to submit a project and expenditure report quarterly and annually. The key line items in the report are obligations and expenditures.

Condition found: The report submitted in March 2025 for the period ended December 31, 2024, did not agree with documentation for the Desoto Street Project and the Public Works Equipment project. The Desoto Street Project reported \$300,000 in total cumulative obligations and \$300,000 in total cumulative expenditures. The project was complete on December 31, 2024, for a total cost of \$77,528. Both the cumulative obligations and expenditures were overstated \$222,472. The Public Works Equipment project total cumulative obligations were reported as \$289,426 and total cumulative expenditures were reported as \$220,000. The equipment was purchased for \$220,000. The cumulative expenditures agree to the supporting documentation, but the cumulative obligations are overstated by \$69,426. The report did not include documentation that it was reviewed by anyone other than the preparer.

Corrective action taken: The corrective action described in the prior year has not been fully implemented. The auditee was not subject to a Single Audit for the year ended December 31, 2025, because federal expenditures were below the Uniform Guidance threshold. Accordingly, no current-year testing of federal program compliance was performed. See current year finding 2025-004.

DISTRICT 1
JERRY HICKS

DISTRICT 2
STANLEY OGDEN

DISTRICT 3
DAVE WILSON

DISTRICT 4
JOHNNY HUGHES

DISTRICT 5
JANE G. SANDERS

Madison Parish Police Jury

Courthouse Building
Ofc (318) 574-3451



100 North Cedar Street
Fax (318) 574-3122

MARGARETT DEW
SECT/TREAS

ROSIE ROACH
BOOKKEEPER

CLINTON EPPS
SUPERINTENDENT

LARRY HEARN
ASST SUPERINTENDENT

Tallulah, Louisiana 71282

Corrective Action Plan for Current Year Findings and Questioned Costs For the Year Ended December 31, 2025

Reference # and title: 2025-001

Internal Controls over Financial Reporting

Entity-wide or program/department specific: This finding is entity-wide.

Criteria or specific requirement: Sound internal controls over financial reporting require that accounting records contain accurate, complete, and up-to-date information to ensure that the financial data can be relied upon to monitor the financial condition of the Police Jury. Financial records should be reviewed timely to supporting documentation to ensure that transactions are properly recorded and classified in the accounting records. The financial closing process should ensure that all balance sheet accounts are reconciled in a timely manner to ensure that account balances are valid, complete, and accurate.

Condition found: The most significant financial reporting issues are noted below:

- Investment entries were made, but the accounts were not reconciled at year-end.
- Several payroll liability accounts initially had debit balances.
- Several accounts payable and retainage payable amounts were not recorded.
- Several prior year entries were recorded in the current year and had to be reversed.

Context: The exceptions noted above were identified when performing testing across various account balances and review of the financial statements and appear to be systemic.

Possible asserted effect (cause and effect):

Cause: The Police Jury does not have an established process to ensure that balances are valid, complete, and accurate for the transactions noted above.

Effect: The Police Jury's controls over financial reporting may not identify material misstatements on a timely basis.

Recommendation to prevent future occurrences: The Police Jury should establish policies and procedures to ensure that account balances are valid, complete and accurate for financial reporting.

Origination date and prior year reference (if applicable): This finding originated in the fiscal year ending December 31, 2023.

Corrective action planned: The Police Jury will review policies in place to ensure that the revenues and expenditures are recorded properly. Will continue efforts to secure a fee accountant to assist in recording transactions and verifying that they are recorded properly.

Person responsible for corrective action:

Margarett Dew, Sect/Treas
Madison Parish Police Jury
100 North Cedar Street
Tallulah, LA 71282

Telephone: (318) 574-3451, ext. 4011
Fax: (318) 574-3122
email: msmith_mppj@bellsouth.net

Anticipated completion date: December 31, 2026

Reference # and title: **2025-002** **Non-Compliance with Public Bid Law**

Entity-wide or program/department specific: This finding is specific to the Public Works Department.

Criteria or specific requirement: Louisiana Revised Statute (R.S.) 38:2212 requires political subdivisions to adhere to public bid law for purchases exceeding statutory thresholds.

Condition found: Public bid law procedures were not followed for the purchase of two dump trucks and one truck. Upon expiration of the leases for the two dump trucks, Public Works bought them from the lessor. Quotes were obtained for the truck; however, it was over the threshold, and the item should have been bid.

Context: The compliance issue identified was the result of detailed audit procedures including review of purchasing documentation. This instance of noncompliance points to a pattern of inadequate adherence to state-mandated law, as well as a lack of follow-through on prior audit recommendations. The nature and recurrence of this issue suggests that internal monitoring systems may be insufficient to ensure ongoing compliance with applicable Louisiana statute.

Possible asserted effect (cause and effect):

Cause: Insufficient awareness of state compliance requirements and failure to implement corrective actions from prior audit findings.

Effect: The Police Jury may not have complied with public bid law for the above transactions.

Recommendation to prevent future occurrences: The Police Jury should ensure compliance with Louisiana Public Bid Law by reviewing thresholds annually and maintaining documentation for all required purchases. Internal control procedures should be established to review purchase order amounts that exceed the thresholds prior to the actual purchase being made.

Origination date and prior year reference: This finding originated in the fiscal year ending December 31, 2024.

Corrective action planned: Internal procedures will be adopted to make sure the cost of purchases are meeting the public bid requirements.

Person responsible for corrective action:

Margarett Dew, Sect/Treas
Madison Parish Police Jury
100 North Cedar Street
Tallulah, LA 71282

Telephone: (318) 574-3451, ext. 4011
Fax: (318) 574-3122
email: msmith_mppj@bellsouth.net

Anticipated completion date: December 31, 2026

Reference # and title: **2025-003** **Non-Compliance with Local Budget Act**

Entity-wide or program/department specific: This finding is specific to the Administrative Department.

Criteria or specific requirement: Louisiana Revised Statute (R.S.) 39:1311 (A) requires the chief executive or administrative officers and members of the governing authority of the political subdivision to control expenditures. The chief executive or administrative officer for a political subdivision subject to public participation as provided in R.S. 39:1307 shall advise the governing authority or independently elected official in writing when total actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, are exceeding the total budgeted expenditures and other uses by five percent or more.

Condition found: The Police Jury had actual expenditures which exceeded budget greater than five percent in the General Fund and Courthouse & Jail. The Police Jury had an unfavorable revenue variance in the General Fund.

Context: The compliance issue noted above was identified when reviewing budget-to-actual comparisons.

Possible asserted effect (cause and effect):

Cause: The Police Jury did not monitor the budget and related expenditures and revenues in the funds noted.

Effect: Lack of adherence to budget amendment procedures may result in unauthorized expenditures and reduced fiscal control.

Recommendation to prevent future occurrences: The Police Jury should monitor the budget throughout the year and make amendments as needed to comply with the Local Budget Act.

Origination date and prior year reference: This finding originated in the fiscal year ending December 31, 2011.

Corrective action planned: Will monitor the budget more closely in an effort to ensure the budget law is followed.

Person responsible for corrective action:

Margarett Dew, Sect/Treas
Madison Parish Police Jury
100 North Cedar Street
Tallulah, LA 71282

Telephone: (318) 574-3451, ext. 4011
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email: msmith_mppj@bellsouth.net

Anticipated completion date: December 31, 2026

Reference # and title: 2025-004 **Reporting**

Federal Grantor/Program Name	Assistance Listing No.	Award
Year State & Local Fiscal Recovery Funds (ARPA)	21.027	2021

Criteria or specific requirement: The Police Jury is required to submit a project and expenditure report quarterly and annually. The key line items in the report are obligations and expenditures.

Condition found: The report submitted in March 2026 for the period ended December 31, 2025, did not agree with documentation for the Public Works Equipment project. The Public Works Equipment project total cumulative obligations were reported as \$511,898 and total cumulative expenditures were reported as \$511,898. The equipment was purchased in the prior year for \$220,000. The cumulative expenditures and obligations are overstated by \$291,898. The report did not include documentation that it was reviewed by anyone other than the preparer.

Context: The December 31, 2025, report filed in March 2026 was reviewed by comparing amounts reported for cumulative obligations and expenditures to support for cumulative obligations and expenditures. The report was reviewed in an attempt to clear the prior year audit finding.

Possible asserted effect (cause and effect):

Cause: There is no evidence that the report was reviewed for errors by someone other than the preparer.

Effect: The Police Jury may have unobligated amounts of \$291,898 on December 31, 2024, which was the last day to obligate the funds.

Recommendation to prevent future occurrences: The Policy Jury should communicate with the grantor agency to determine if the amount that is not obligated per the report should be repaid.

Origination date and prior year reference (if applicable): This finding originated in fiscal year ending December 31, 2024.

Corrective action planned: Will confer with NACO and the U S Treasury to see if funds need to be returned.

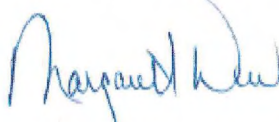
Person responsible for corrective action:

Margarett Dew, Sect/Treas
Madison Parish Police Jury
100 North Cedar Street
Tallulah, LA 71282

Telephone: (318) 574-3451, ext. 4011
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email: msmith_mppj@bellsouth.net

Anticipated completion date: December 31, 2026

Respectively Submitted,



Margarett Dew, Secretary/Treasurer

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AGREED-UPON PROCEDURES

ALLEN, GREEN & WILLIAMSON, LLP



2441 Tower Drive
Monroe, LA 71201

CERTIFIED PUBLIC ACCOUNTANTS

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Margie Williamson, CPA
Jennie Henry, CPA, CFE

Supervisor: Sandra Harper, CPA, CFE

Tax Senior: John Forsell, CPA

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

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING STATEWIDE AGREED-UPON PROCEDURES

Police Jurors
Madison Parish Police Jury
Tallulah, Louisiana

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal year ended December 31, 2025. Madison Parish Police Jury's management is responsible for those C/C areas identified in the SAUPs.

The Police Jury has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal year ended December 31, 2025. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

1) *Written Policies and Procedures*

- A. Obtain and inspect the entity's written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and the entity's operations:
 - i. **Budgeting**, including preparing, adopting, monitoring, and amending the budget.
 - ii. **Purchasing**, including (1) how purchases are initiated, (2) how vendors are added to the vendor list, (3) the preparation and approval process of purchase requisitions and purchase orders, (4) controls to ensure compliance with the Public Bid Law, and (5) documentation required to be maintained for all bids and price quotes.
 - iii. **Disbursements**, including processing, reviewing, and approving.

- iv. ***Receipts/Collections***, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
- v. ***Payroll/Personnel***, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.
- vi. ***Contracting***, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- vii. ***Travel and Expense Reimbursement***, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- viii. ***Credit Cards (and debit cards, fuel cards, purchase cards, if applicable)***, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- ix. ***Ethics***, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- x. ***Debt Service***, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- xi. ***Information Technology Disaster Recovery/Business Continuity***, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- xii. ***Prevention of Sexual Harassment***, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Comment: Purchasing policy does not address how vendors are added to the vendor list. The receipts and collections policy does not address procedures to verify completeness. The contract policy does not mention those requiring legal review. The credit card policy does not mention who approves statements. The ethics policy does not include a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy. Information Technology Disaster Recovery/Business Continuity policy does not address the use of antivirus or software versions.

Management's Response: Management agrees. Although the policies identified are in existence, they will be revised to incorporate the suggested comments.

2) *Board or Finance Committee*

- A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and
- i. Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - ii. For those entities reporting on the governmental accounting model, review the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget-to-actual comparisons, at a minimum, on all special revenue funds. *Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*
 - iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.
 - iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Comment: There were six exceptions noted where written updates of the progress of resolving audit findings, according to management's corrective action plan, were not provided in meetings until the findings are considered fully resolved.

Management's Response: Exceptions are noted. Reports on resolving audit findings will be included in open meetings so jurors and the public will be informed.

3) *Bank Reconciliations*

- A. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:
- i. Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);
 - ii. Bank reconciliations include written evidence that a member of management or a board member who does not handle cash, post ledgers, or issue checks has reviewed each bank

reconciliation within 1 month of the date the reconciliation was prepared (e.g., initialed and dated or electronically logged); and

- iii. Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Comment: No exceptions were noted as a result of applying the agreed-upon procedure.

4) Collections (excluding electronic funds transfers)

- A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).
- B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (e.g., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if there are no written policies or procedures, then inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that
 - i. Employees responsible for cash collections do not share cash drawers/registers;
 - ii. Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit;
 - iii. Each employee responsible for collecting cash is not also responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and
 - iv. The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or custodial fund additions, is (are) not also responsible for collecting cash, unless another employee/official verifies the reconciliation.
- C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.
- D. Randomly select two deposit dates for each of the 5 bank accounts selected for Bank Reconciliations procedure #3A (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternatively, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and
 - i. Observe that receipts are sequentially pre-numbered.
 - ii. Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
 - iii. Trace the deposit slip total to the actual deposit per the bank statement.

- iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
- v. Trace the actual deposit per the bank statement to the general ledger.

Comment: One exception was noted where employees at the Library share a cash drawer. Two exceptions were noted for one deposit where Library receipts were not sequentially numbered and nothing to indicate when the funds were received.

Management's Response: Conferred with library personnel to advise them to provide patrons with dated receipts for fees and fines they collect. They were also informed that receipts should be numbered.

5) Non-Payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)

- A. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).
 - B. For each location selected under procedure #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, then inquire of employees about their job duties), and observe that job duties are properly segregated such that
 - i. At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;
 - ii. At least two employees are involved in processing and approving payments to vendors;
 - iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;
 - iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and
 - v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.
- [Note: Findings related to controls that constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality) should not be reported.]*
- C. For each location selected under procedure #5A above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and
 - i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates that deliverables included on the invoice were received by the entity, and
 - ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under procedure #5B above, as applicable.

- D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy. *Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.*

Comment: No exceptions were noted as a result of applying the agreed-upon procedure.

6) Credit Cards/Debit Cards/Fuel Cards/Purchase Cards (Cards)

- A. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.
- B. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement). Obtain supporting documentation, and
- i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., itemized receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved) by someone other than the authorized card holder (those instances requiring such approval that may constrain the legal authority of certain public officials, such as the mayor of a Lawrason Act municipality, should not be reported); and
- ii. Observe that finance charges and late fees were not assessed on the selected statements.
- C. Using the monthly statements or combined statements selected under procedure #6B above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (e.g., each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and observe whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.
- D. Using the list of terminated employees obtained in Payroll and Personnel procedure #9C identify those individuals who had access to cards and randomly select 5 terminated employees (or all terminated employees with card access if less than 5) from this population. Observe evidence that the cards have been deactivated for these terminated employees. In cases where a card is shared by multiple users, obtain evidence that the terminated employees' authorization has been removed.

Comment: The Police Jury does not use credit cards.

7) Travel and Travel-Related Expense Reimbursements (excluding card transactions)

- A. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected
- i. If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana (doa.la.gov/doa/ost/ppm-49-travel-guide/) or the U.S. General Services Administration (www.gsa.gov);
 - ii. If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased;
 - iii. Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by Written Policies and Procedures procedure #1A(vii); and
 - iv. Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Comment: One exception was noted where the reimbursement was not approved. One exception noted where a hotel service fee did not have support for the charge.

Management's Response: Exception noted. Reimbursements will be more carefully reviewed and supported by the proper documentation for all charges, especially miscellaneous fees.

8) Contracts

- A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternatively, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and
- i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law;
 - ii. Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter);
 - iii. If the contract was amended (e.g., change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, the documented approval); and

- iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Comment: One exception noted where the payment made did not match the contract terms.

Management's Response: Contracts will be reviewed for add-ons or amendments to make sure that payments agree with contract total.

9) Payroll and Personnel

- A. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
- B. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under procedure #9A above, obtain attendance records and leave documentation for the pay period, and
 - i. Observe that all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory);
 - ii. Observe whether supervisors approved the attendance and leave of the selected employees or officials;
 - iii. Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records; and
 - iv. Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.
- C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials and obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the pay rates to the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to entity policy.
- D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums) have been paid, and any associated forms have been filed, by required deadlines.

Comment: No exceptions were noted as a result of applying the agreed-upon procedure.

10) *Ethics*

- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A obtain ethics documentation from management, and
 - a. Observe whether the documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170; and
 - b. Observe whether the entity maintains documentation which demonstrates that each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.
- B. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Comment: No exceptions were noted as a result of applying the agreed-upon procedure.

11) *Debt Service*

- A. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.
- B. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

Comment: The Madison Parish Police Jury does not have any debt service instruments.

12) *Fraud Notice*

- A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.
- B. Observe that the entity has posted, on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Comment: No exceptions were noted as a result of applying the agreed-upon procedure.

13) Information Technology Disaster Recovery/Business Continuity

Perform the following procedures, **verbally discuss the results with management, and report “We performed the procedure and discussed the results with management”**:

- A. Obtain and inspect the entity’s most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government’s local server or network, and (c) was encrypted.
- B. Obtain and inspect the entity’s most recent documentation that it has tested/verified that its backups can be restored (if there is no written documentation, then inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.
- C. Obtain a listing of the entity’s computers currently in use and their related locations, and management’s representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.
- D. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in Payroll and Personnel procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.
- E. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency’s information technology assets have completed cybersecurity training as required by R.S. 42:1267. The requirements are as follows:
 - Hired before June 9, 2020 - completed the training; and
 - Hired on or after June 9, 2020 - completed the training within 30 days of initial service or employment.

Comment: We performed the agreed upon procedure and discussed it with management.

14) Prevention of Sexual Harassment

- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.
- B. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity’s premises if the entity does not have a website).

- C. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:
- i. Number and percentage of public servants in the agency who have completed the training requirements;
 - ii. Number of sexual harassment complaints received by the agency;
 - iii. Number of complaints which resulted in a finding that sexual harassment occurred;
 - iv. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
 - v. Amount of time it took to resolve each complaint.

Comment: No exceptions were noted as a result of applying the agreed-upon procedure.

We were engaged by the Madison Parish Police Jury to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Police Jury and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Allen, Green & Williamson, LLP

Allen, Green & Williamson, LLP
Monroe, Louisiana
June 30, 2026