

**OUACHITA PARISH POLICE JURY**

**Financial Statements  
As of and For the Year Ended December 31, 2006**

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

Release Date 7-11-07

# **OUACHITA PARISH POLICE JURY**

## **Financial Statements As of and for the Year Ended December 31, 2006**

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## INDEPENDENT AUDITORS' REPORT

### **Ouachita Parish Police Jury Monroe, Louisiana**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the **Ouachita Parish Police Jury** (the Police Jury) as of and for the year ended December 31, 2006, which collectively comprise the Police Jury's basic financial statements as identified in the table of contents. These financial statements are the responsibility of the Police Jury's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Ouachita Parish Police Jury as of December 31, 2006 and the respective changes in financial position and cash flows of its proprietary funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 13 to the financial statements, the Federal Emergency Management Agency (FEMA) is investigating whether grants received by the Police Jury through the State of Louisiana were used to purchase nonqualifying property. If FEMA requests reimbursement from the State, the State could pass this reimbursement onto the Police Jury. Such a reimbursement could be material to the financial condition of the Police Jury.

**Ouachita Parish Police Jury**  
**Monroe, Louisiana**

Also, as discussed in Note 13 to the financial statements, the 8.60 mill ad valorem tax for the operation of the Ouachita Correctional Center expired December 31, 2006. If the new operational tax scheduled to be voted on July 21, 2007 is defeated, the Police Jury faces losing a significant amount of revenue in its special revenue funds. Such a loss of revenue would be material to the financial statements of the Police Jury.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2007, 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 grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

As discussed in Note 1 B, the financial statements referred to above do not include financial data of various component units, which should be included in order to conform with accounting principles generally accepted in the United States of America. As a result, the financial statements do not purport to, and do not present fairly the financial position of the reporting entity (as described in Note 1 B) of the Police Jury as of December 31, 2006 and the changes in its financial position and its cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and the budgetary information on pages 4 through 15 and pages 56 through 62 respectively, are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the Ouachita Parish Police Jury's basic financial statements. The accompanying financial information included in Schedules 7 through 24 (including the schedule of expenditures of federal awards) listed as schedules in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Police Jury. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



(A Professional Accounting Corporation)

June 29, 2007

**REQUIRED SUPPLEMENTAL INFORMATION  
(PART A)**

**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
December 31, 2006**

Our discussion and analysis of Ouachita Parish Police Jury's financial performance provides an overview of the Police Jury's financial activities for the year ended December 31, 2006. Please read it in conjunction with the Police Jury's financial statements.

**FINANCIAL HIGHLIGHTS**

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

- Assets of the Police Jury exceeded its liabilities at the close of the most recent fiscal year by \$112.9 million (net assets). Of this amount, \$8.7 million (unrestricted net assets) may be used to meet the Police Jury's obligations to citizens and creditors within the Jury's designation and policies.
- The Police Jury's total net assets increased by \$10.2 million during 2006. Governmental activities' net assets increased \$10.4 million during 2006, while business-type activities' net assets decreased by approximately \$229,000.
- As of the close of the most recent fiscal year, the Police Jury's governmental funds reported combined ending fund balances of \$51.9 million, an increase of \$7.2 million in comparison with the prior year. Approximately 95% of this total amount, \$49.3 million, is unreserved and available for use within the Police Jury's designation and policies (unreserved fund balance).
- At the end of the most recent fiscal year, unreserved fund balance for the General Fund was \$2.9 million, or 56.1% of total 2006 General Fund expenditures and transfers.

**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 Assets and the Statement of Activities provide information about the activities of the Police Jury as a whole and present a longer-term view of the Police Jury's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give 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, Public Works, Fire Department, Public Library, Green Oaks Detention Center and the Correctional Center Special Revenue Funds, and West Ouachita Sewerage District No. 9.

In accordance with Governmental Accounting Standards Board Statement No. 34, the statements focus on the Police Jury as a whole (government-wide) and the major individual funds. Both perspectives (government-wide and major fund) allow the reader to address relevant questions, broaden a basis for comparison (year to year or government to government), and should enhance the Police Jury's accountability.



**Ouachita Parish Police Jury**  
**Management's Discussion and Analysis (MD&A)**  
**December 31, 2006**

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

**Reporting on the Police Jury as a Whole**

***Government-Wide Financial Statements***

The government-wide financial statements (see Statements A and B) are designed to be similar to private-sector business in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. These statements combine governmental funds' current financial resources with capital assets and long-term obligations. Also presented in the government-wide financial statements is a total column for the business-type activities of the primary government.

***The Statement of Net Assets (Statement A) and the Statement of Activities (Statement B)*** One of the most important questions asked about the Police Jury is, "Is the Police Jury, as a whole, better off or worse off financially as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities, which appear first in the Police Jury's financial statements, report information on the Police Jury as a whole and its activities in a way that helps you answer this question. We prepare these statements to include *all* assets and liabilities, using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. For example, uncollected taxes and earned but unused vacation leave result in cash flows for future periods. The focus of the Statement of Activities is on both the gross and net cost of various activities that are provided by the government's general tax and other revenues. This is intended to summarize information and simplify the user's analysis of cost of various governmental services and/or subsidy to various business-type activities.

These two statements report the Police Jury's *net assets* - the difference between assets and liabilities, as reported in the Statement of Net Assets - as one way to measure the Police Jury's financial health, or *financial position*. Over time, *increases or decreases* in the Police Jury's net assets - as reported in the Statement of Activities - are one indicator of whether its *financial health* is improving or deteriorating. The relationship between revenues and expenses is the Police Jury's *operating results*. However, the Police Jury's goal is to provide services to our citizens, not to generate profits as commercial entities do. One must consider many other non-financial 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 governmental activities reflect the Police Jury's basic services including public safety (fire and law enforcement), general government (executive, legislative, judicial, finance and administrative services), streets and drainage, traffic and transportation, culture and recreation, health and welfare, economic development, conservation, and urban redevelopment and housing. These services are financed primarily with taxes and government grants. The business-type activities reflect private sector type operations

**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
December 31, 2006**

where the fee for service typically covers all or most of the cost of operations including depreciation. The Police Jury's sewerage collection programs are reported here.

**Reporting the Police Jury's Most Significant Funds**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for *specific activities* or objectives. Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is now on major funds, rather than generic fund types.

**Fund Financial Statements** The Police Jury's fund financial statements (Statements C through H) 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 (like grants the Police Jury receives for the Mosquito Abatement District).

**Governmental Funds** are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental major funds (see Statements C and D) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan is typically developed. Unlike the government-wide financial statements, 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. Such information may be useful in evaluating a government's current financing requirements. All non-major governmental funds are presented in one column, titled Other Governmental Funds. Combining financial statements of the non-major funds can be found in the other supplementary information section that follows the Basic Financial Statements.

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 Assets and the Statement of Activities) and governmental *funds* in the reconciliations of the Governmental Funds Balance Sheet to the Statement of Net Assets and of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities.

**Proprietary Funds** encompass both enterprise and internal service funds on the fund financial statements (see Statements E, F, and G). Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Police Jury's various functions. The Police Jury uses internal service funds to account for its self-insured insurance and group hospitalization activities. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities section in the government-wide financial statements. Combining

**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
December 31, 2006**

statements of the non-major individual enterprise and internal service funds can be found in the other supplementary information section following the basic financial statements

*Fiduciary funds* are used to account for resources held by the Police Jury in a trustee capacity or as an agent for others. These funds (see Statement H) are restricted in purpose and do not represent discretionary assets of the Police Jury. Therefore, these assets are not presented as part of the government-wide financial statements

The total columns on the governmental funds financial statements (see Statements C and D) at the government-wide financial statements require reconciliation. The governmental funds' differences result from the different measurement focus and the reconciliation is presented on the pages following each statement (see Statements C and D). The flow of current financial resources will reflect interfund transfers as other financial sources as well as capital expenditures as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the *Governmental Activities* column in the government-wide statements.

#### **Capital Assets**

General capital assets include land, construction in progress, buildings, equipment and furniture, books, infrastructure, and all other assets of a tangible nature that are used in operations and that exceed the Police Jury's capitalization threshold (see Note I – J). All projects completed and acquisitions occurring in the year ended December 31, 2006 have been capitalized. Governmental Accounting Standards Board Statement No. 34 allows the Police Jury a transitional period to December 31, 2007 for reporting infrastructure assets. The Police Jury has capitalized all purchased capital assets and all donated capital assets.

#### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are a required part of the basic financial statements.

#### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required *supplementary information* (Part B), the budgetary comparison schedules. Required supplementary information can be found in Schedules 1 through 6 of this report.

The other supplementary information section referred to earlier in connection with the non-major governmental and proprietary funds is presented immediately following the required supplementary information in Schedules 7 through 23

Also included in the report are the Office of Management and Budget A-133 Single Audit reports and schedules.

**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
December 31, 2006**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**THE POLICE JURY AS A WHOLE** The Police Jury's net assets were \$112.9 million at December 31, 2006. Of this amount, \$104.2 million was restricted or invested in capital assets. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the Police Jury's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net assets (Table 1) and change in net assets (Table 2) of the Police Jury's governmental activities.

The following table reflects the condensed Statement of Net Assets for 2006, with comparative figures from 2005:

Table 1  
**OUACHITA PARISH POLICE JURY**  
Condensed Statement of Net Assets  
December 31, 2006 and 2005

	Governmental Activities		Business-Type Activities		Total	
	2006	2005 Restated	2006	2005 Restated	2006	2005 Restated
<b>Assets</b>						
Current and other assets	\$ 59,728,175	\$ 54,775,913	\$ 282,433	\$ 339,420	\$ 60,010,608	\$ 55,115,333
Capital Assets	57,168,140	54,600,479	2,895,536	3,034,543	60,063,676	57,635,022
Total Assets	<u>116,896,315</u>	<u>109,376,392</u>	<u>3,177,969</u>	<u>3,373,963</u>	<u>120,074,284</u>	<u>112,750,355</u>
<b>Liabilities</b>						
Current and other liabilities	4,738,156	6,375,543	36,855	2,491	4,775,011	6,378,034
Long-term liabilities	1,804,967	3,224,881	587,452	602,807	2,392,419	3,827,688
Total Liabilities	<u>6,543,123</u>	<u>9,600,424</u>	<u>624,307</u>	<u>605,298</u>	<u>7,167,430</u>	<u>10,205,722</u>
<b>Net Assets</b>						
Invested in capital assets,						
net of debt	57,168,140	54,600,479	2,308,084	2,431,786	59,476,224	57,032,265
Restricted	44,743,266	37,368,607	-	-	44,743,266	37,368,607
Unrestricted	8,441,786	7,806,882	245,578	336,879	8,687,364	8,143,761
Total Net Assets	<u>\$ 110,353,192</u>	<u>\$ 99,775,968</u>	<u>\$ 2,553,662</u>	<u>\$ 2,768,665</u>	<u>\$ 112,906,854</u>	<u>\$ 102,544,633</u>

The \$8.4 million in unrestricted net assets of governmental activities represents the *accumulated* results of all past year's operations. Net assets of governmental activities increased \$10.4 million from the prior year. The changes in net assets are discussed later in this MD&A.

The Police Jury's *combined* net assets at year end total \$112.9 million. Approximately 53% (\$59.5 million) of the Police Jury's net assets as of December 31, 2006 reflects the Police Jury's investment in capital assets (land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets that is still outstanding. The Police Jury uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Another 40% of the Police Jury's net assets (\$44.7 million) are subject to external restrictions on how they may be used, such as property tax approved by the electorate for specific purposes. The remaining 7% (\$8.7 million) of net assets, referred to as unrestricted, may be used to meet the ongoing obligations of the Police Jury to citizens and creditors.

**Ouachita Parish Police Jury**  
**Management's Discussion and Analysis (MD&A)**  
**December 31, 2006**

The results of this year's operations for the primary government as a whole are reported in the Statement of Activities. The following Table 2 provides a summary of the changes in net assets for the year ended December 31, 2006, with comparative figures from 2005:

**Table 2**  
**OUACHITA PARISH POLICE JURY**  
**Condensed Statement of Activities**  
**For the years ended December 31, 2006 and 2005**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
<b>Program revenues</b>						
Charges for services	\$ 5,307,007	\$ 5,217,999	\$ 194,445	\$ 146,467	\$ 5,501,452	\$ 5,364,466
Operating grants and contributions	6,717,503	8,374,591	-	-	6,717,503	8,374,591
Capital grants and contributions	2,994,859	2,320,577	-	-	2,994,859	2,320,577
<b>General Revenues</b>						
Ad valorem taxes	23,271,125	24,675,007	-	-	23,271,125	24,675,007
Sales taxes	12,281,328	9,965,709	-	-	12,281,328	9,965,709
Other general revenues	13,543,812	14,958,242	12,023	(253,255)	13,555,835	14,704,987
<b>Total revenues</b>	<b>64,115,634</b>	<b>65,512,125</b>	<b>206,468</b>	<b>(106,788)</b>	<b>64,322,102</b>	<b>65,405,337</b>
<b>Functions/Program Expenses:</b>						
<b>Current</b>						
Legislative	223,369	168,399	-	-	223,369	168,399
Judicial	6,345,397	5,995,028	-	-	6,345,397	5,995,028
Elections	163,214	184,159	-	-	163,214	184,159
Finance and administrative	1,789,673	2,107,059	-	-	1,789,673	2,107,059
Other general government	1,253,319	1,139,330	-	-	1,253,319	1,139,330
Public safety	23,739,918	25,456,169	-	-	23,739,918	25,456,169
Public works	5,192,070	5,989,906	-	-	5,192,070	5,989,906
Health and welfare	3,053,888	6,278,888	-	-	3,053,888	6,278,888
Culture and recreation	5,871,483	6,033,083	-	-	5,871,483	6,033,083
Economic development and assistance	6,050,357	7,278,225	-	-	6,050,357	7,278,225
Sewer	-	-	435,480	208,328	435,480	208,328
Interest on long-term debt	5,968	57,246	-	-	5,968	57,246
<b>Total function/program expenses</b>	<b>53,688,656</b>	<b>60,687,492</b>	<b>435,480</b>	<b>208,328</b>	<b>54,124,136</b>	<b>60,895,820</b>
<b>Increase (decrease) in net assets</b>	<b>\$ 10,426,978</b>	<b>\$ 4,824,633</b>	<b>\$ (229,012)</b>	<b>\$ (315,116)</b>	<b>\$ 10,197,966</b>	<b>\$ 4,509,517</b>

**Changes in Net Assets** The Police Jury's total revenues were \$64.3 million and the total cost of all programs and services was \$54.1 million. Therefore, net assets increased \$10.2 million from operations during the year. Our analysis below separately describes the operations of governmental and business-type activities.

**Ouachita Parish Police Jury**  
**Management's Discussion and Analysis (MD&A)**  
**December 31, 2006**

*Governmental Activities* net assets increased \$10.4 million in 2006. The cost of all of our *governmental* activities this year was \$53.7 million. As shown in the Statement of Activities in Statement B, the amount that our taxpayers ultimately financed for these activities was \$49.1 million because some of the cost was paid by those who benefited from the programs (\$5.3 million) or by other governments and organizations that subsidized certain programs with grants and contributions (\$9.7 million).

In the table which follows, we have presented the cost of each of the Police Jury's seven largest functions -judicial, finance and administration, public safety, public works, health and welfare, culture and recreation, and economic and government assistance 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.

**Table 3**  
**OUACHITA PARISH POLICE JURY**  
**Governmental Activities**  
**Years Ended December 31, 2006 and 2005**

	Total Cost of Services		Net Cost of Services	
	2006	2005	2006	2005
Judicial	\$ 6,345,397	\$ 5,995,028	\$ 4,744,957	\$ 4,455,998
Finance and Administration	1,789,673	2,107,059	463,898	1,040,445
Public Safety	23,739,918	25,456,169	18,830,114	21,588,587
Public Works	5,192,070	5,989,906	3,576,826	4,254,016
Health and Welfare	3,053,888	6,278,888	3,053,888	6,278,888
Culture and Recreation	5,871,483	6,033,083	5,730,068	5,882,676
Economic and Government Assistance	6,050,357	7,278,225	624,206	(275,419)
All Others	1,645,871	1,549,134	1,645,331	1,549,134
<b>Totals</b>	<b>\$ 53,688,657</b>	<b>\$ 60,687,492</b>	<b>\$ 38,669,288</b>	<b>\$ 44,774,325</b>

*Governmental Activities* net assets increased \$10.4 million. Some factors affecting the change in net assets for governmental activities were:

- (1) A \$1.4 million decrease in property taxes due to changes in levied millages.
- (2) A \$ 2.3 million increase in sales tax
- (3) A \$3.2 million decrease in insurance premium income due to outsourcing its health insurance.
- (4) A 0.7 million increase in interest earned due to higher cash balances and interest rates.
- (5) A \$2.8 million decrease in the net costs of Public Safety largely due to labor charges decreases
- (6) A \$0.7 million decrease in the net costs of Public Works due to completion of the 2003/2004 Road Program.
- (7) A \$3.2 million decrease in Health and Welfare due to outsourcing its health insurance

**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
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**Business-Type Activities** net assets decreased by approximately \$229,000 in 2006. Charges for services make up 94% of the revenues in the business-type activities. The Sewerage Systems' operating revenues increased \$48,000 and expenses increased \$227,000. Both of these increases are attributable to the inclusion of the West Ouachita Sewerage District No 16 as an enterprise fund which had \$55,000 in operating revenues and \$161,000 in expenses.

**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

**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.

**Governmental Funds** The focus of the Police Jury's governmental funds is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Police Jury's financing requirements. In particular, *unreserved fund* balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the fiscal year, the Police Jury's governmental funds reported combined ending fund balances of \$51.9 million, an increase of \$7.2 million in comparison with the prior year. Approximately 95% of this total amount (\$49.3 million) constitutes *unreserved fund balance*, which is available for spending at the Police Jury's discretion in accordance with the individual fund's restrictions. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed to: payment of debt service (\$6,000) and capital improvements (\$2.6 million).

The General Fund is the chief operating fund of the Ouachita Parish Police Jury. At the end of the fiscal year, total fund balance of the General Fund was approximately \$2.9 million which was unreserved. For 2006, fund balance increased approximately \$800,000 versus the \$351,000 increase in 2005. Key factors contributing to this change were as follows:

- (1) An increase in ad valorem tax revenues by approximately \$145,000
- (2) A decrease in capital expenditures of approximately \$486,000, due to major renovations in the prior year
- (3) An increase in sale of assets of approximately \$144,000

Public Works fund balance increased by approximately \$1.6 million largely due to a \$1.2 million increase in sales tax revenue.

The Fire Department fund balance increased by approximately \$2.1 million increase in 2006 versus 2005's \$44,000 decrease. The Fire Department experienced a \$1.2 million increase in sales tax revenue and a \$300,000 increase in property taxes. On the expenditure side, the Fire Department controlled its labor charges and spent \$1.4 million less in personnel charges. Finally, the Fire Department transferred \$900,000 to the Fire Department's Capital Project Fund to reserve it for anticipated capital expenditures.

The Public Library fund balance increased by approximately \$709,000 in 2006 versus to 2005's \$700,000 decrease. This change is largely due to the \$984,000 decrease in capital expenditures related to bringing

**Ouachita Parish Police Jury  
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the Williams Library online in 2005. Increases in revenues were experienced in property taxes (\$238,000) and interest income (\$45,000).

The Green Oaks Detention Center enjoyed another increase in fund balance, \$537,000 in 2006 versus \$429,000 in 2005. Most of this change is attributable to the \$53,000 in higher housing charges from other jurisdictions earned in 2005 as well as another \$116,000 earned in interest revenues due to its healthy cash balance and slightly higher interest rates.

The Correctional Center fund increased by nearly \$500,000 in 2006 as compared to 2005's decrease for nearly the same amount. Some of this change is attributable to a \$248,000 increase in property taxes, and \$114,000 increase in the housing of prisoners from outside the parish. Most of the change is related to the \$607,000 decrease in expenses, largely centered around the \$568,000 decrease in housing of prisoners which was caused by a higher number of arrests in 2005.

**Proprietary Funds** The Police Jury's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. As of the end of the current fiscal year, the primary government's proprietary funds reported ending net assets of \$2.55 million, a decrease of approximately \$229,000 in comparison with the prior year.

#### **GENERAL FUND BUDGETARY HIGHLIGHTS**

**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.

The total difference between the original General Fund budget and the final amended budget was an increase in appropriations by approximately \$282,000. Most of this increase is attributable to judicial, other general government and capital outlay expenditures. Revenues budgeted increased about \$767,000 due to favorable changes in sales taxes, higher interest rates on accounts, sale of assets and other state funding. These changes resulted in a net increase of approximately \$225,000 in budgeted fund balance.

When actual results for 2006 are compared with the final budget, revenue collections exceeded budget by \$428,000. Expenditures and transfers were \$137,000 less than appropriated. This resulted in a positive variance of \$566,000 when compared to budget. There were no overruns on expenditures at the legal level of control.

#### **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets** The Policy Jury's investment in capital assets for its governmental and business type activities as of December 31, 2006 amounts to \$57.1 million (net of accumulated depreciation). This investment in capital assets includes land, construction in progress buildings, equipment and furniture, and infrastructure assets such as roads, highways, and drainage and sewer systems. The net increase in the Police Jury's investment in capital assets for the current fiscal year was 2.9% for governmental activities.



**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
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**Table 4  
OUACHITA PARISH POLICE JURY  
Capital Assets (Net of Accumulated Depreciation)  
December 31, 2006 and 2005**

	Governmental		Business-Type		Total	
	Activities		Activities			
	2006	2005 (Restated)	2006	2005 (Restated)	2006	2005 (Restated)
Land	\$ 8,830,523	\$ 9,026,367	\$ -	\$ -	\$ 8,830,523	\$ 9,026,367
Construction in progress	3,292,761	4,908,795	-	-	3,292,761	4,908,795
Buildings	45,442,666	41,794,629	-	-	45,442,666	41,794,629
Equipment and Furniture	21,224,821	21,384,203	4,468,574	4,468,572	25,693,395	25,852,775
Books	3,569,781	3,320,973	-	-	3,569,781	3,320,973
Infrastructure	6,791,138	4,211,222	-	-	6,791,138	4,211,222
Less: accumulated depreciation	(31,983,550)	(30,045,710)	(1,573,039)	(1,434,029)	(33,556,589)	(31,479,739)
Total Net Capital Assets	\$ 57,168,140	\$ 54,600,479	\$ 2,895,535	\$ 3,034,543	\$ 60,063,675	\$ 57,635,022

Major capital asset events during the current fiscal year included the following:

- Construction in Progress on the following projects  
     Sterlington Memorial Library for \$480,244  
     Major road infrastructure for approximately \$1,610,121
- Additions  
     Completion of the Correctional Center addition for approximately \$3,500,000

Additional information on the Police Jury's capital assets can be found in Note 5 of this report

**Long-Term Debt** At the end of the current fiscal year, the Policy Jury had \$603,000 in revenue bonds outstanding. This debt represents bonds secured solely by specified revenue sources such as the Sewerage System revenues. There were no general obligation bonds outstanding for the Police Jury at the end of the fiscal year.

**Table 5  
OUACHITA PARISH POLICE JURY  
Summary of Outstanding Debt at Year End  
December 31, 2006 and 2005**

	Governmental		Business-Type		Total	
	Activities		Activities			
	2006	2005	2006	2005	2006	2005
Claims Payable	\$ 1,804,967	\$ 2,139,058	\$ -	\$ -	\$ 1,804,967	\$ 2,139,058
Compensated absences	941,336	938,519	-	-	941,336	938,519
Capital leases	-	147,303	-	-	-	147,303
Utilities revenue bonds	-	-	587,452	602,757	587,452	602,757
Total	\$ 2,746,303	\$ 3,224,880	\$ 587,452	\$ 602,757	\$ 3,333,755	\$ 3,827,637

**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
December 31, 2006**

Other obligations include accrued vacation pay. We present more detailed information about our long-term liabilities in Note 8 of the 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 2007 year budget and tax rates. One of the most important factors affecting the budget is our ad valorem and sales tax collections. The economy drives the sales taxes collected for the Fire Department and Public Works. Although there has been an unusually favorable sales tax trend in 2006, the 2007 budget projects only a slight increase. The 2006 assessed valuation for Ouachita Parish remained relatively flat with a nominal 0.7% increase compared to 2005. The 2007 assessed valuation will benefit from the sale of Glenwood Regional Medical Center (Hospital Service District No. 1 of Ouachita Parish) to a for profit operation.

Major revenue sources to the Police Jury General Fund include ad valorem taxes and other taxes which make up 69% of the Police Jury's General Fund budgeted revenues. These were \$3.6 million in 2006 and are projected at \$3.2 million for the 2007 budget.

Amounts available for appropriation in the General Fund budget are \$6.1 million, a decrease of 9% over the final 2006 budget of \$6.7 million. The decline in revenues is attributed to the \$350,000 loss of the Glenwood Hospital contract payment and the loss of approximately \$150,000 in rental income.

The 2007 budget estimates that the Police Jury's budgetary General Fund fund balance is expected to decrease by \$724,000 by the close of 2007. However, the projected fund balance at the close of 2007 would still represent 15.8% of General Fund revenues.

The 2% sales and use tax are major revenue sources to the Public Works Fund and the Fire Department, making up approximately 50% of revenues in the Public Works Fund and 45% in the Fire Department. The projected sales tax budgets for 2007 are expected to increase slightly.

The Fire Department will experience a positive cash flow during 2007. The fund balance anticipated for December 31, 2007 is \$5.7 million. Positive cash flow is anticipated for all of these years mainly as a result of the Fire Chief's reduction in overtime, the retirement of some firefighters, and an honorable voluntary reduction in base pay that the fire union voted on in order to save an involuntary layoff of personnel. The Police Jury / Fire Board of Commissioners will be looking at reinstating some or all of the pay reduction as soon as funds are available and assurance that it will not affect the positive cash flow.

A branch library is currently under construction in the Sterlington community in the amount of \$1.6 million.

As for business-type activities, revenues and expenses are expected to remain fairly constant for 2007.

**Ouachita Parish Police Jury  
Management's Discussion and Analysis (MD&A)  
December 31, 2006**

**CONTACTING THE POLICE JURY'S FINANCIAL MANAGEMENT**

Our financial report is designed to provide our citizens, taxpayers, 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 Bradley N. Cammack, CPA, Treasurer at the Ouachita Parish Police Jury, 300 St. John Street, Monroe, Louisiana 71201. telephone number (318) 327-1340

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

## Statement A

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**

**Statement of Net Assets**  
**December 31, 2006**

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash	\$ 32,499,865	\$ 295,284	\$ 32,795,149
Investments, at market value	750,000	-	750,000
Receivables:			
Ad valorem taxes	20,378,203	-	20,378,203
Special assessments	194,445	-	194,445
Other receivables	805,309	29,022	834,331
Due from other governmental units	4,546,208	-	4,546,208
Internal balance	51,071	(51,071)	-
Prepaid expenses	96,501	9,199	105,700
Inventories	406,573	-	406,573
Capital assets, net	57,168,140	2,895,535	60,063,675
<b>Total assets</b>	<u>116,896,315</u>	<u>3,177,969</u>	<u>120,074,284</u>
<b>Liabilities</b>			
Accounts payable and accrued expenses	2,712,407	36,805	2,749,212
Deferred revenues	907,299	-	907,299
Deposits held	177,114	50	177,164
Long-term liabilities:			
Due within one year	941,336	16,188	957,524
Due in more than one year	1,804,967	571,264	2,376,231
<b>Total liabilities</b>	<u>6,543,123</u>	<u>624,307</u>	<u>7,167,430</u>
<b>Net Assets</b>			
Invested in capital assets (net of related debt)	57,168,140	2,308,083	59,476,223
Restricted for:			
Public Works	1,754,166	-	1,754,166
Public Safety	24,870,388	-	24,870,388
Health and Welfare	1,429,112	-	1,429,112
Culture and Recreation	9,900,035	-	9,900,035
Debt Service	660,807	-	660,807
Capital Improvement	3,894,255	-	3,894,255
Insurance Claims	2,234,503	-	2,234,503
Unrestricted	8,441,786	245,579	8,687,365
<b>Total net assets</b>	<u>\$ 110,353,192</u>	<u>\$ 2,553,662</u>	<u>\$ 112,906,854</u>

The accompanying notes are an integral part of this statement.

## Statement B

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**

**Statement of Activities**  
**For the Year Ended December 31, 2006**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Primary government:</b>							
Governmental activities							
General government							
Legislative	\$ 223,369	\$ -	\$ -	\$ -	(223,369)	\$ -	(223,369)
Judicial	6,345,397	243,325	1,357,115	-	(4,744,957)	-	(4,744,957)
Elections	163,214	-	-	-	(163,214)	-	(163,214)
Finance and administration	1,789,673	1,325,775	-	-	(463,898)	-	(463,898)
Other general government	1,253,319	-	-	-	(1,253,319)	-	(1,253,319)
Total general government	9,774,972	1,569,100	1,357,115	-	(6,848,757)	-	(6,848,757)
Public safety	23,739,918	2,854,354	599,763	1,455,687	(18,830,114)	-	(18,830,114)
Public works	5,192,070	116,895	3,839	1,495,050	(3,576,286)	-	(3,576,286)
Health and welfare	3,053,888	-	-	-	(3,053,888)	-	(3,053,888)
Culture and recreation	5,871,483	94,301	4,120	42,994	(5,730,068)	-	(5,730,068)
Economic and government assistance	6,050,357	672,357	4,752,666	1,128	(624,206)	-	(624,206)
Interest and fiscal charges on long-term debt	5,968	-	-	-	(5,968)	-	(5,968)
Total governmental activities	53,688,656	5,307,007	6,717,503	2,994,859	(38,669,287)	-	(38,669,287)
Business-type activities:							
Sewer	435,480	194,445	-	-	-	(241,035)	(241,035)
Total business-type activities	435,480	194,445	-	-	-	(241,035)	(241,035)
Total primary government	\$ 54,124,136	\$ 5,501,452	\$ 6,717,503	\$ 2,994,859	(38,669,287)	(241,035)	(38,910,322)
<b>General revenues</b>							
Taxes:							
Ad valorem taxes levied for:							
General purposes					2,130,227	-	2,130,227
Special revenue purposes					20,922,249	-	20,922,249
Debt service purposes					218,649	-	218,649
Sales taxes levied for:							
Special revenue purposes					12,281,328	-	12,281,328
Other taxes					2,924,820	-	2,924,820
Grants and contributions not restricted to specific programs					920,050	-	920,050
Licenses and permits					802,343	-	802,343
Fines and forfeitures					3,209,609	-	3,209,609
Insurance premiums					2,279,806	-	2,279,806
Interest and investment earnings					1,983,344	12,022	1,995,366
Rents and royalties					522,810	-	522,810
Gain on disposals of assets (net)					63,627	-	63,627
Miscellaneous					837,404	-	837,404
Total general revenues					49,096,266	12,022	49,108,288
Change in net assets					10,426,979	(229,013)	10,197,966
Net assets at beginning of year, before restatement					100,743,583	1,965,306	102,708,889
Restatement (Note 15)					(817,369)	817,369	-
Net assets at beginning of year, restated					99,926,214	2,782,675	102,708,889
<b>NET ASSETS AT END OF YEAR</b>					\$ 110,353,193	\$ 2,553,662	\$ 112,906,855

## **FUND FINANCIAL STATEMENTS**

## OUACHITA PARISH POLICE JURY

Monroe, Louisiana

Balance Sheet

Governmental Funds

December 31, 2006

	MAJOR FUNDS						AGGREGATE REMAINING FUNDS	
	SPECIAL REVENUE FUNDS							
	GENERAL FUND 001	PUBLIC WORKS FUND 102	FIRE DEPARTMENT FUND 104	PUBLIC LIBRARY FUND 105	GREEN OAKS DETENTION CENTER FUND 106	CORRECTIONAL CENTER FUND 110		OTHER GOVERNMENTAL FUNDS
ASSETS								
Cash	\$ 297,278	\$ 1,475,769	\$ 1,981,134	\$ 5,563,578	\$ 5,628,104	\$ 3,555,979	\$ 10,746,161	\$ 29,248,003
Receivables								
Ad valorem taxes	1,887,578		5,207,558	4,727,465	1,858,899	5,246,463	1,450,240	20,378,203
Special assessments		3,292					191,153	194,445
Other receivables	90,880	59,988	3,694	15,638		49,194	265,153	484,547
Due from other governmental units	345,654	1,087,772	1,217,906	-	49,216	427,930	1,416,214	4,544,692
Due from other funds	565,053	-	-	-	-	-	-	565,053
Prepaid expenses & other assets	45	-	-	-	-	-	96,456	96,501
Inventories	3,675	255,903	-	-	16,902	54,112	75,981	406,573
TOTAL ASSETS	\$ 3,190,163	\$ 2,882,724	\$ 8,410,292	\$ 10,306,681	\$ 7,553,121	\$ 9,333,678	\$ 14,241,358	\$ 55,918,017
LIABILITIES AND FUND EQUITY								
Liabilities								
Accounts payable and accrued expenses	\$ 243,796	\$ 195,944	\$ 400,273	\$ 273,832	\$ 139,252	\$ 335,696	\$ 840,112	\$ 2,428,905
Due to other funds							513,982	513,982
Deferred revenues	74,426		344,411	132,814	55,512	147,246	152,890	907,299
Deposits held	7,150	155,658	-	-	-	4,313	8,825	175,946
Other non current liabilities							-	
Total liabilities	325,372	351,602	744,684	406,646	194,764	487,255	1,515,809	4,026,132
Fund equity								
Fund balances								
Reserved for capital improvement							2,575,855	2,575,855
Reserved for debt service							6,048	6,048
Unreserved/undesignated	2,864,791	2,531,122	7,665,608	9,900,035	7,358,357	8,846,423	10,143,646	49,309,982
Total fund balances	2,864,791	2,531,122	7,665,608	9,900,035	7,358,357	8,846,423	12,725,549	51,891,885
TOTAL LIABILITIES AND FUND EQUITY	\$ 3,190,163	\$ 2,882,724	\$ 8,410,292	\$ 10,306,681	\$ 7,553,121	\$ 9,333,678	\$ 14,241,358	\$ 55,918,017

The accompanying notes are an integral part of this statement.



**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**

**Reconciliation of the Governmental Funds**  
**Balance Sheet to the Statement of Net Assets**

**December 31, 2006**

Total fund balances - governmental funds		\$ 51,891,885
Capital assets used in governmental activities are not financial resources and, therefore are not reported in the governmental funds		
Governmental capital assets	\$ 89,151,690	
Less accumulated depreciation	<u>(31,983,550)</u>	57,168,140
Long-term liabilities applicable to governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities All liabilities - both current and long-term - are reported in the Statement of Net Assets.		
Compensated absences		(941,336)
Elimination of interfund assets and liabilities		
Interfund assets	(513,982)	
Interfund liabilities	<u>513,982</u>	-
Internal service funds are used by management to charge the costs of certain activities to individual funds The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets:		
Cash	3,251,862	
Investments	750,000	
Receivables-other	320,762	
Due from other governmental units	1,516	
Accounts payable and accrued expenses	(283,502)	
Customer deposits	(1,168)	
Other noncurrent liabilities	<u>(1,804,967)</u>	<u>2,234,503</u>
Net Assets		<u>\$ 110,353,192</u>

## OUACHITA PARISH POLICE JURY

Monroe, Louisiana

Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
GOVERNMENTAL FUNDS  
For the Year Ended December 31, 2006

	MAJOR FUNDS					AGGREGATE REMAINING FUNDS		
	SPECIAL REVENUE FUNDS					OTHER GOVERNMENTAL FUNDS		
	GENERAL FUND 001	PUBLIC WORKS FUND 102	FIRE DEPARTMENT FUND 104	PUBLIC LIBRARY FUND 105	GREEN OAKS CENTER FUND 106	CORRECTIONAL CENTER FUND 110	TOTAL	
<b>Revenues</b>								
Taxes								
Ad valorem	\$ 2,130,237	\$	\$ 5,782,342	\$ 3,393,659	\$ 2,120,710	\$ 5,985,753	\$ 1,852,428	\$ 21,271,125
Sales	1,498,528	6,140,593	6,140,735				1,426,292	12,281,128
Other	611,472	5,153					185,718	2,924,820
Licenses, permits, and assessments								802,345
Intergovernmental:								
Federal	286,481		431,864	383,522	933		7,323,280	7,324,222
State	220,060		3,839		155,015	17,512	1,750,267	3,026,691
Local	24,876	66,700		56,018	296,654	2,555,902	57,200	281,999
Fees, charges, and commissions for services	1,054			71,106			2,302,795	5,307,607
Fines and forfeitures	473,083	44,821	208,927	364,363	313,174	285,435	3,137,447	3,209,607
Use of assets and property	369,211	14,449	140,403	194,858	3,240	187,309	538,205	2,225,008
Other Revenues		6,271,716	12,710,150	6,463,526	2,893,721	9,032,091	186,063	1,105,463
Total Revenues	5,619,894						18,740,704	61,762,313
<b>Expenditures</b>								
Current								
General government	223,357						3,955,814	223,357
Legislative	2,259,326						6,215,140	6,215,140
Judicial	110,667				\$1,074		161,741	161,741
Elections	500,433						1,086,958	1,086,958
Finance and administration	887,239						1,196,525	887,239
Other	52,225				2,300,801	8,493,737	2,524,730	22,807,187
Public safety	15,365	4,305,856	9,435,684				651,822	4,973,643
Health and welfare	83,219						1,086,818	1,170,037
Culture and recreation	55,393			4,865,841			120,491	5,041,735
Economic development	276,104						5,672,363	5,948,557
Debt service	57,355	764,032	140,001	889,018	6,386		3,669	153,270
Capital Expenditures	4,520,771	5,069,888	164,353	3,754,859	2,358,261	30,700	3,874,299	3,735,212
Total Expenditures	10,999,121	1,201,828	3,920,512	708,667	537,471	498,575	19,087,511	55,014,466
Excess (Deficiency) of Revenues Over Expenditures							(317,827)	6,748,347
Other Financing Sources(Uses)								
Sale of assets	273,704	66,656	500	97			86,750	428,067
Transfers in	49	364,521					1,833,201	2,197,771
Transfers Out	(582,131)		(900,000)				(715,649)	(2,197,771)
Total Other Financing Sources(Uses)	(308,378)	431,177	(400,000)	97			1,204,311	428,067
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	790,743	1,633,005	2,121,312	708,764	537,471	498,575	886,484	7,176,354
Fund Balances at Beginning of Year, before restatement	2,074,048	898,117	5,544,296	9,191,271	6,820,886	8,347,848	11,853,075	44,729,541
Restatement (Note 15)							(14,010)	(14,010)
Fund Balances at Beginning of Year, restated	2,074,048	898,117	5,544,296	9,191,271	6,820,886	8,347,848	11,839,065	44,715,531
FUND BALANCES AT END OF YEAR	2,864,701	2,531,122	7,665,008	9,900,035	7,358,357	8,846,423	12,725,549	51,801,885

The accompanying notes are an integral part of this statement.

**OUACHITA 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, 2006**

**Total net change in fund balances-governmental funds** **\$ 7,176,354**

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  
Capital outlays exceeded depreciation expense for the year

Capital outlays	\$ 5,735,212	
Depreciation	<u>(2,967,333)</u>	2,767,879

Capital assets nor depreciation are reported in the Governmental Funds.  
In the Statement of Net Assets, capital assets and accumulated  
depreciation are reported. When an asset is disposed of, it results in a gain  
or loss on the disposal of the asset in the Statement of Activities. During  
the current year, the Police Jury sold assets with a carrying value of  
\$364,380 for \$428,007 that resulted in a net gain of \$63,207. (364,380)

Internal service funds are used by management to charge the costs of  
certain activities to individual funds. The net revenue (expense) of the  
internal service funds is reported with governmental activities. 702,687

Repayment of certain debt is an expenditure in the governmental funds,  
but the repayment reduces the long-term liabilities in the statement of  
net assets.

Repayment of capital leases	147,302
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In the Statement of Activities, certain operating expenses - compensated  
absences - 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 paid).  
This year, vacation and sick time earned exceeded the amounts used. (2,864)

**Change in net assets of governmental activities** **\$ 10,426,978**

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**

**Statement of Net Assets**  
**Proprietary Funds**  
**December 31, 2006**

	Business-Type Activities Enterprise Funds			Governmental Activities
	Major Fund West Ouachita Sewerage District No 9	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
ASSETS				
Cash	\$ 213,066	\$ 82,218	\$ 295,284	\$ 3,251,862
Investments	-	-	-	750,000
Receivables				
Trade	-	12,009	12,009	-
Other	11,270	5,743	17,013	320,762
Due from other governmental units	-	-	-	1,516
Prepaid expenses and other current assets	9,199	-	9,199	-
Property, Plant, and Equipment, net	751,090	2,144,445	2,895,535	-
TOTAL ASSETS	\$ 984,625	\$ 2,244,415	\$ 3,229,040	\$ 4,324,140
LIABILITIES AND NET ASSETS				
Liabilities				
Current:				
Accounts payable and accrued expenses	\$ 19,670	\$ 17,135	\$ 36,805	\$ 283,502
Due to other funds	-	51,071	51,071	-
Current liabilities payable from restricted assets:				
Customer Deposits	-	50	50	1,168
Revenue bonds payable	16,188	-	16,188	-
Non-Current:				
Revenue bonds payable	571,264	-	571,264	-
Other noncurrent liabilities	-	-	-	1,804,967
Total liabilities	607,122	68,256	675,378	2,089,637
Net Assets				
Invested in capital assets - net of related debt	163,638	2,144,445	2,308,083	-
Restricted for insurance claims	-	-	-	2,234,503
Unrestricted	213,865	31,714	245,579	-
Total net assets	377,503	2,176,159	2,553,662	2,234,503
TOTAL LIABILITIES AND NET ASSETS	\$ 984,625	\$ 2,244,415	\$ 3,229,040	\$ 4,324,140

The accompanying notes are an integral part of this statement

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Statement of Revenues, Expenses,**  
**and Changes in Net Assets**  
**Proprietary Funds**  
**For the Year Ended December 31, 2006**

	Business-Type Activities			Governmental Activities Internal Service Funds
	Enterprise Funds			
	Major Fund			
	West Ouachita Sewerage District No 9	Other Enterprise Funds	Total Enterprise Funds	
Operating Revenues				
Sewer service charges	\$ 133,747	\$ 60,698	\$ 194,445	\$ -
Premiums	-	-	-	2,279,806
Total Operating Revenues	133,747	60,698	194,445	2,279,806
Operating Expenses				
Amortization	418	-	418	-
Billing cost	13,478	-	13,478	-
Board member compensation	1,950	-	1,950	-
Depreciation	34,006	105,002	139,008	-
Indirect cost allocation	2,138	1,912	4,050	-
Insurance	3,940	2,366	6,306	-
Interest Expense	29,158	-	29,158	-
Miscellaneous	851	7,242	8,093	-
Professional services	34,117	-	34,117	-
Repairs and maintenance	62,322	78,679	141,001	-
Treatment fees	-	9,799	9,799	-
Utilities	12,994	35,108	48,102	-
Administrative expenses	-	-	-	63,802
Benefit payments & reinsurance	-	-	-	1,675,856
Total Operating Expenses	195,372	240,108	435,480	1,739,658
Operating Income (Loss)	(61,625)	(179,410)	(241,035)	540,148
Non-Operating Revenues				
Interest earned	7,872	4,150	12,022	162,539
Total Non-Operating Revenues	7,872	4,150	12,022	162,539
Increase (Decrease) in Net Assets	(53,753)	(175,260)	(229,013)	702,687
Net Assets at Beginning of Year, before restatement	431,256	1,534,050	1,965,306	1,531,816
Restatement (Note 15)	-	817,369	817,369	-
Net Assets at Beginning of Year, restated	431,256	2,351,419	2,782,675	1,531,816
NET ASSETS AT END OF YEAR	\$ 377,503	\$ 2,176,159	\$ 2,553,662	\$ 2,234,503

The accompanying notes are an integral part of this statement

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Statement of Cash Flows**  
**PROPRIETARY FUNDS**  
**For the Year Ended December 31, 2006**

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Major Fund West Ouachita Sewerage District No. 9	Other Enterprise Funds	Total	
Cash flows from operating activities				
Receipts from customers	\$ 133,701	\$ 61,750	\$ 195,451	\$ -
Premiums received	-	-	-	2,431,455
Payments to suppliers for goods and services	(143,757)	(126,968)	(270,725)	(63,802)
Payments for claims	-	-	-	(2,071,264)
Net cash provided (used) by operating activities	(10,056)	(65,218)	(75,274)	296,389
Cash flows from capital and related financing activities				
Payments on bonds	(15,305)	-	(15,305)	-
Due from other governmental units	-	-	-	-
Due from other funds	-	50,489	50,489	-
Net cash provided (used) by capital and related financing activities	(15,305)	50,489	35,184	-
Cash flows from investing activities				
Interest earnings	7,872	4,150	12,022	162,539
Other cash receipts	-	-	-	-
Net cash provided by investing activities	7,872	4,150	12,022	162,539
Net increase (decrease) in cash	(17,489)	(10,579)	(28,068)	458,928
Cash at beginning of year	230,555	92,797	323,352	2,792,934
Cash at end of year	\$ 213,066	\$ 82,218	\$ 295,284	\$ 3,251,862
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	\$ (61,625)	\$ (179,410)	\$ (241,035)	\$ 540,148
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	34,006	105,001	139,007	-
Amortization of bond issuance cost	418	-	418	-
Change in assets and liabilities:				
Receivables	(46)	1,052	1,006	151,649
Prepaid expenses	-	-	-	669,873
Accounts payable and accrued expenses	17,191	8,139	25,330	(731,189)
Other Noncurrent Liabilities	-	-	-	(334,092)
Net cash provided (used) by operating activities	\$ (10,056)	\$ (65,218)	\$ (75,274)	\$ 296,389
Cash shown on statement of net assets	\$ 213,066	\$ 82,218	\$ 295,284	\$ 3,251,862

The accompanying notes are an integral part of this statement.

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Statement of Net Assets**  
**FIDUCIARY FUNDS**  
**December 31, 2006**

	<u>Firemen's Pension &amp; Relief Fund</u>	<u>Renewal Inc. / Kellogg Grant Fund</u>	<u>Total</u>
<b>ASSETS</b>			
Cash	\$ -	\$ 101	\$ 101
Investments, at market value	<u>512,936</u>	<u>-</u>	<u>512,936</u>
<b>TOTAL ASSETS</b>	<b>\$ <u>512,936</u></b>	<b>\$ <u>101</u></b>	<b>\$ <u>513,037</u></b>
<b>LIABILITIES</b>			
Assets held for others	\$ -	\$ 101	\$ 101
Net assets available for benefits	<u>512,936</u>	<u>-</u>	<u>512,936</u>
<b>TOTAL LIABILITIES</b>	<b>\$ <u>512,936</u></b>	<b>\$ <u>101</u></b>	<b>\$ <u>513,037</u></b>

The accompanying notes are an integral part of this statement.

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2006**

**INTRODUCTION**

The Ouachita Parish Police Jury (the Police Jury) is the governing authority for Ouachita Parish and is a political subdivision of the State of Louisiana. The Police Jury is governed by six (6) jurors representing the various districts within the parish. The jurors serve four-year terms that expire with the first scheduled meeting in January 2008.

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

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION**

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

**B. REPORTING ENTITY**

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

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



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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 Ouachita Parish Police Jury.
2. Organizations for which the Police Jury does not appoint a voting majority but are fiscally dependent on the Police Jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

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

<u>Component Unit</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Cadeville Water District	December 31	1a
Eastern Forest Subdivision Sewerage District No. 14	December 31	1a
East Ouachita Recreation District No. 1	December 31	1a
East Town and Country Drainage District	December 31	1a
Fourth Judicial District Criminal Court Fund	December 31	1a
G.B. Cooley Hospital Service District	June 30	1a
Green Acres Sewerage District No. 13	December 31	1a
Hideaway Road Sewerage District No. 11	December 31	1a
Hospital Service District No. 1 of Ouachita Parish	December 31	1a
Ingleside Sewerage District	December 31	1a
Lake Park Drainage District	December 31	1a
Lakeshore Subdivision Sewerage District No. 1	December 31	1a
North Monroe Subdivision Sewerage District No. 1	December 31	1a
Ouachita Community Enhancement Zone, Inc.	December 31	2
Ouachita Parish Firemen's Pension and Relief Fund	December 31	1a
Ouachita Parish Homeland Security and Emergency Preparedness Agency	December 31	1a
Ouachita Parish Public Library	December 31	1a
Prairie Road Water District	December 31	1a
Southeast Sewerage District No. 3	December 31	1a
Town and Country Drainage District No. 1	December 31	1a
West Ouachita Sewerage District No. 5	August 31	1a
West Ouachita Sewerage District No. 9	December 31	1a
West Ouachita Sewerage District No. 16	December 31	1a

The primary government (Ouachita Parish Police Jury) financial statements include all funds and account groups under the Police Jury's control, and certain organizations for which the Police Jury maintains the accounting records. The

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2006**

organizations for which the Police Jury maintains the accounting records are considered part of the Ouachita Parish Police Jury and include the Ouachita Parish Homeland Security and Emergency Preparedness Agency, Fourth Judicial District Criminal Court Fund and the Ouachita Parish Public Library Special Revenue Funds. Also included are West Ouachita Sewerage District No. 9, West Ouachita Sewerage District No. 16, Green Acres Sewerage District No. 13, Southeast Sewerage District No. 3, Ingleside Sewerage District, and Eastern Forest Sewerage District No. 14, Proprietary - Enterprise Funds and the Firemen's Pension and Relief Fund - a Fiduciary-Trust Fund. These funds are included in the primary government financial statements because they are no longer considered to be separate reporting entities.

GASB Statement 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. Therefore, the Ouachita Parish Police Jury financial statements are not a substitute for the reporting entity's financial statements. The accompanying financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental units. These financial statements are not intended to and do not report on the reporting entity but rather are intended to reflect only the financial statements of the Ouachita Parish Police Jury.

Also considered in the determination of component units of the reporting entity were the Ouachita Parish Sheriff, Clerk of Court, Tax Assessor, School Board, the District Attorney for the Fourth Judicial District, and the various municipalities in the parish. It was determined that these governmental entities are not component units of the Ouachita Parish Police Jury reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Ouachita Parish Police Jury. The Ouachita Parish Police Jury neither appoints governing boards nor designates management. Furthermore, the Police Jury has no ability to significantly influence operations, nor does it have any accountability for fiscal matters of the entities. They are considered by the Ouachita Parish Police Jury and Louisiana Revised Statutes to be separate autonomous governments. Additionally, each of those entities issue financial statements separate from those of the Ouachita Parish Police Jury reporting entity.

**C. FUND ACCOUNTING**

The financial transactions of the Police Jury are recorded in individual funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a set of self-balancing accounts that includes its assets, liabilities, fund equity, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
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Funds are classified into one of three categories; governmental, proprietary or fiduciary. These categories are divided into separate "fund types." A description of the fund classifications and fund types are as follows:

***Governmental Funds:***

Governmental funds account for the Police Jury's general governmental activities including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of general long-term debt. Governmental funds are divided into major and nonmajor funds. Major funds are funds that meet certain dollar tests of their assets, liabilities, revenues, and expenditures/expenses. Major funds are larger, more significant funds. Nonmajor funds are the Governmental Funds that do not meet the dollar tests for major funds. Governmental funds include:

*General Fund* – The General Fund is the general operating fund of the Police Jury. It accounts for all of financial resources except those required to be accounted for in another fund and is always a major fund.

*Special Revenue Funds* – Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The following are major funds: the Public Works, the Fire Department, the Public Library, the Green Oaks Detention Center, the Correctional Facilities Special Revenue Funds and the Correctional Center Capital Projects Fund. There are 41 nonmajor special revenue funds.

*Debt Service Funds* – Debt Services Funds account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. Principal and interest are payable primarily from ad valorem taxes levied on all taxable property and improvements within the parish. There are 2 nonmajor debt service funds.

*Capital Projects Funds* – Capital Projects Funds account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds. There are 4 nonmajor capital projects funds.

***Proprietary Funds:***

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
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their focus is on income measurement, which together with the maintenance of fund equity, is an important financial indicator.

Proprietary funds include:

*Enterprise Fund* – The Enterprise Fund accounts for operations (a) that are financed and operated similarly to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Enterprise funds are presented in the business-type activities column in government-wide financial statements and the major funds section of the fund financial statements. The West Ouachita Sewerage District No 9 Enterprise Fund is a major fund. There are 5 nonmajor enterprise funds.

*Internal Service Funds* – The Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the government on a cost reimbursement basis. There are 3 nonmajor internal service funds

***Fiduciary Funds:***

Fiduciary funds are used to account for assets held by the Police Jury in a trustee capacity or as agent for individuals, private organizations, other governmental units, or other funds.

*Agency Funds* – Agency Funds account for assets that the Police Jury holds on behalf of others as their agent. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. There are 2 nonmajor Agency Funds.

**D. BASIS OF ACCOUNTING / MEASUREMENT FOCUS**

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

The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
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The Statement of Net Assets and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Non-exchange transactions are recognized when the Police Jury has an enforceable legal claim to the revenues, expenses, gains, losses, assets and liabilities.

*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.

*General Revenues*

General revenues included in the Statement of Activities are derived from local property and sales taxes, from unrestricted state and local grants and from other sources not considered program revenues. General revenues finance the remaining balance of functions not covered by program revenues.

*Fund Financial Statements (FFS)*

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 transactions can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Police Jury 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 when are recognized when the obligations are expected to liquidated with expendable available financial resources.

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

**OUACHITA PARISH POLICE JURY  
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*Revenues*

Ad valorem taxes and the related state revenue sharing, based on homesteads in the parish, are recorded in the year the taxes are assessed by the parish Tax Assessor; however, the amount recorded is limited to collections anticipated to be realized within 60 days of the end of the fiscal year. Ad valorem taxes are assessed and become due on November 15 each year and become delinquent if not paid by December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year.

Federal and state grants and other allotments are recorded when the Police Jury is entitled to the funds.

Sales taxes are considered susceptible to accrual and are recognized when collected by the vendors.

Fines, forfeitures, and court costs are recognized in the period collected by the Ouachita Parish Tax Collector.

Interest income on time deposits is recorded when the time deposits have matured and the interest is available. Interest income on interest bearing demand deposits is recorded at the end of each month when credited by the bank. Interest income on investments is recorded periodically as the instruments mature.

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

Based on the foregoing, ad valorem taxes, sales & use taxes, federal and state grants and fines, forfeitures and court costs are considered to be susceptible to accrual.

*Expenditures*

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

*Other Financing Sources (Uses)*

Transfers between funds not expected to be repaid, sale of assets and proceeds from the issuance of long-term obligations are accounted for as other financing sources

**OUACHITA PARISH POLICE JURY  
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(uses). These other financing sources (uses) are recognized at the time the underlying event occurs.

*Proprietary Funds*

The proprietary funds are accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The proprietary funds use the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized at the time liabilities are incurred.

**E. BUDGETS**

Preliminary budgets for the ensuing year, prepared on the modified accrual basis of accounting, are prepared annually by the Treasurer. During the months of September through November, the budget committee reviews the proposed budgets with the department heads and makes changes as it deems appropriate. Notice of the location and availability of the proposed budgets for public inspection and the date of the public hearings to be conducted on the budgets are then advertised in the official journal of the Police Jury. Prior to the selected December meeting, the Police Jury conducts a public hearing on the proposed budget(s) in order to receive comments from residents. 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 selected December meeting, and a notice of adoption which includes a summary of the budget is published in the official journal of the parish. During the year, the Police Jury receives monthly budget comparison statements that are used as a tool to control parish operations. The Police Jury exercises budgetary control at the fund level. Within departments, the treasurer has the authority to make adjustments as necessary. However, the treasurer does not have the authority to increase or decrease overall revenue and/or expenditure amounts.

Budget comparison statements included in the accompanying financial statements include the original adopted budgets and any subsequently adopted amendment.

**F. ENCUMBRANCES**

Encumbrance accounting, under which purchase orders are recorded to reserve that portion of the applicable appropriation, is employed. Outstanding purchase orders are taken into consideration before expenditures are incurred to assure that applicable appropriations are not exceeded.

**OUACHITA PARISH POLICE JURY  
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**G. CASH AND CASH EQUIVALENTS**

Cash includes amounts in demand deposits, interest-bearing demand deposits, and certificates of deposits. Under state law, the Police Jury may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. For purposes of the Statement of Cash Flows, cash equivalents include all highly liquid investments with a maturity date of three months or less when purchased.

**H. INVESTMENTS**

Under state law, the Police Jury may invest in United States treasury notes or certificates. These funds are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. In accordance with the provisions of GASB Statement 31, investments are carried at fair market value or amortized cost, as further discussed in Note 4.

**I. INVENTORIES**

Inventories are valued at the lower of cost or market, primarily using average cost. Inventories in the governmental funds consist of expendable supplies held for consumption. The expenditures are recognized when the items are purchased. Inventories at year end are equally offset by fund balance reserves.

**J. CAPITAL ASSETS**

Capital Assets, which include land, buildings, furniture, fixtures and equipment, and books, are reported in the applicable governmental or business-type activities columns in the governmental-wide financial statements. The Police Jury considers assets with an initial individual cost of \$500 or more and an estimated life of 1 year or more as a capital asset. Capital assets are recorded at historical cost and depreciated over their estimated useful lives. Donated capital assets are recorded at their estimated fair value at the date of donation.

Prior to January 1, 2003, governmental funds infrastructure assets were not capitalized. The Police Jury has elected to delay the retroactive recognition of these costs until a later date because of the complexity of estimating historical costs. Assets acquired since this date have been capitalized and depreciated as required by GASB Statement 34.



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Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Capital assets have not been assigned a salvage value because management feels that the salvage value is immaterial. Straight-line depreciation is used based on the following useful lives:

Three Years	Computer equipment
Five Years	Furniture and fixtures
	Library books
	Motorized vehicles, excluding fire trucks
	Office equipment
	Plant Equipment
Ten Years	Audio visual equipment
	Phone systems
	Radio towers
	Safety Equipment, including fire fighting equipment
Fifteen Years	Fire trucks
Twenty Years	Playground equipment
Twenty-Five Years	Infrastructure
Forty Years	Buildings

**K. LONG-TERM OBLIGATIONS**

Costs associated with the issuance of bonds reported in the government-wide financial statements are recognized over the life of the bonds. The only outstanding bonded debt at December 31, 2006 is reported in the business-type activities as issuance costs associated with these bonds will be amortized over the life of the bonds prospectively from the date of adoption of GASB Statement 34.

**L. COMPENSATED ABSENCES**

Firemen of Fire Protection District No. 1 of Ouachita Parish are entitled to full pay during sickness for a period not to exceed 52 weeks. In addition, firemen are entitled to annual vacation from 15 to 30 days depending upon the length of service with the Police Jury.

All other full-time employees earn vacation at varying rates from 5 to 20 days each year depending upon length of service with the Police Jury. Employees may carry forward accrued annual leave from year to year. Employees who terminate shall be paid for any annual leave to their credit at the employee's current rate of pay at the time of separation, subject to a maximum of 320 hours. Any accumulated unused and unpaid annual leave may be converted to additional retirement benefit credit upon application for normal retirement and as verified by the employer. The applicant must already be eligible for retirement before the additional time for

**OUACHITA PARISH POLICE JURY  
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unused and unpaid leave time is added. Conversion is based on the actual number of days divided by a 260 working day year. In addition, all full-time employees earn from 4 to 12 days of sick leave each year depending upon length of employment. Sick leave may be accumulated without limitation. Upon retirement, a maximum of 60 days may be approved and paid at the employee's average wage rate for the last 5 years of employment. Accumulated sick leave in excess of 60 days is used in the employee's retirement computation as earned service.

**M. INTERFUND TRANSACTIONS**

Quasi-external transactions are accounted for as revenues and expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers.

**N. SALES AND USE TAXES**

On October 15, 1977, voters of the parish approved a one percent sales and use tax dedicated to improving, resurfacing, renovating, operating and maintaining public roads and bridges (including necessary drainage thereof and purchasing the necessary equipment to carry out such purposes) within said parish and outside the corporate limits of Monroe and West Monroe. The tax is for an indefinite period of time. The Police Jury entered into an intergovernmental agreement with the City of Monroe whereby the Monroe City Sales and Use Tax Collection Department will provide collection services for a fee of \$2,100 each month.

On January 17, 1987 and October 21, 1995, voters of the parish approved a one-half of one percent sales and use tax at each date dedicated to operating expenses and capital outlay for fire protection in said district. The total tax of one percent is for an indefinite period of time. The Jury entered into an intergovernmental agreement with the City of Monroe whereby the Monroe City Sales and Use Tax Collection Department will provide collection services for a fee of \$1,050 each month.

**O. RESTRICTED NET ASSETS**

In the government-wide Statement of Net Assets, net assets are reported as restricted when constraints placed on net assets used 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.

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
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**P. RESERVES AND DESIGNATIONS OF FUND FINANCIAL STATEMENTS**

Use of the term "reserve" in describing governmental funds' Fund Balance or Retained Earnings of proprietary funds indicates that a portion of the fund balance is not appropriable for expenditure or is legally segregated for a specific future use. The nature and purpose of those reserves are:

*Reserved for Prepaids/Other Assets/Inventory*

This amount represents a portion of fund balance that is not an available, expendable resource even though it is a component of assets.

*Reserved for Debt Service*

This amount represents a portion of fund balance that is required to retire future long-term indebtedness.

*Reserved for Insurance Claims*

Certain assets have been reserved in the Insurance Loss Reserve Fund to provide payments for the deductible amount on insurance claims.

Use of the term "designated" in describing governmental funds "Fund Balance" indicates that a portion of the fund balance has been tentatively set aside for utilization in a future period. Such designations represent tentative managerial intent and may not result in an actual expenditure.

**Q. USE OF ESTIMATES**

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

**Note 2 FUND DEFECITS**

The Ingleside Sewerage District has a deficit of \$897. This deficit will be cleared by future collections of revenues.

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
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**Note 3    PROPERTY TAXES**

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

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
General Fund:			
Inside municipalities	2.09	2.03	Statutory
Outside municipalities	4.19	4.06	Statutory
Special Revenue Funds:			
Correctional Facilities	8.60	8.19	12/31/06
Mosquito Abatement District No. 1	1.19	1.17	12/31/08
Fire Protection District No. 1	20.10	19.24	12/31/09
Green Oaks Detention Home	2.91	2.91	12/31/10
Road Lighting District No. 1	5.00	4.81	12/31/10
Health Unit	0.75	0.75	12/31/13
Library Maintenance & Operations	7.75	7.38	12/31/15
Capital Projects Fund:			
Green Oaks Detention Home	0.30	0.30	12/31/10

Differences between authorized and levied millage are the result of taxable property reassessments as required by Article 7, Section 23 of the Louisiana Constitution of 1974. A revaluation of all property is required to be completed by the parish assessor no less than every four years. Total assessed value for 2006 is equal to \$904,845,645. Under Louisiana law the parish assessor exempts the first \$7,500 of assessed value (10% of \$75,000 homestead exemption) of a taxpayer's primary residence from parish property taxes. This homestead exemption is equal to \$190,285,786 of the assessed value in 2005.

The following is a schedule of the property tax calendar year:

Assessment date	January 1, 2006
Official levy date	November 15, 2006
Date taxes become due	December 31, 2006
Lien date	January 1, 2007

Taxes paid in protest in the amount of \$883,290 are included in Deferred Revenue on the Statement of Net Assets.

**OUACHITA PARISH POLICE JURY**  
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**Note 4 CASH AND INVESTMENTS**

*Custodial credit risk - deposits.* The Police Jury's cash and certificates of deposit consist of deposits with financial institutions. State statutes govern the Police Jury's investment policy. Permissible investments include direct obligations of the U.S. Government and agency securities, certificates of deposit, and savings accounts or savings certificates of savings and loan associations and repurchase agreements. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a non-profit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates the local government investment pool. Collateral is required for demand deposits, certificates of deposit, savings certificates of savings and loan associations and repurchase agreements at 100% of all amounts not covered by deposit insurance. Obligations that may be pledged as collateral are obligations of the United States government and its agencies and obligations of the state and its subdivisions. Per Louisiana State law, collateral is not required for funds invested in LAMP.

The following is a schedule of the Police Jury's cash and certificates of deposit at December 31, 2006. Differences between Police Jury balances and the bank balances arise because of the net effect of deposits-in-transit and outstanding checks.

	Police Jury Balance	Bank Balance
Cash on Deposit	\$ 32,795,249	\$ 34,805,895
Certificate of Deposit	750,000	750,000
<b>TOTAL</b>	<b>\$ 33,545,249</b>	<b>\$ 35,555,895</b>

The Police Jury's deposits are collateralized as follows:

FDIC Insured Deposits	\$ 200,000
Uninsured Deposits:	
Collateralized	<u>43,623,855</u>
<b>Total Deposits</b>	<b>\$ <u>43,823,855</u></b>

The Police Jury's investments at December 31, 2006, consist of a certificate of deposit with a carrying and market value of \$750,000. It is held by the Police Jury's agent in the Police Jury's name, and is collateralized.

*Credit risk.* The Police Jury's only investment is the certificate of deposit mentioned above, therefore the Police Jury is exposed to no credit risk.

**OUACHITA PARISH POLICE JURY**  
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*Concentration of credit risk.* The Police Jury does not limit the amount that may be invested in securities of any one issuer. Applicable state statutes do not place limits on credit concentration.

*Interest rate risk.* The Police Jury manages its exposure to declines in fair values by limiting the maturity of its investments to no longer than one year.

**Note 5 CAPITAL ASSETS**

	Balance 1/1/2006 (Restated)	Additions	Deletions	Balance 12/31/2006
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 9,026,367	\$ -	\$ 195,844	\$ 8,830,523
Construction in progress	4,908,795	3,777,841	5,393,875	3,292,761
Total capital assets, not being depreciated	<u>13,935,162</u>	<u>3,777,841</u>	<u>5,589,719</u>	<u>12,123,284</u>
Capital assets being depreciated:				
Buildings	41,794,629	3,648,037	-	45,442,666
Furniture, fixture and equipment	21,384,203	818,006	977,388	21,224,821
Books	3,320,973	459,472	210,664	3,569,781
Infrastructure:				
Drainage	486,426	-	-	486,426
Roads	3,724,796	2,579,916	-	6,304,712
Total capital assets, being depreciated	<u>70,711,027</u>	<u>7,505,431</u>	<u>1,188,052</u>	<u>77,028,406</u>
Total capital assets before accumulated depreciation	84,646,189	11,283,272	6,777,771	89,151,690
Less accumulated depreciation:				
Building	11,611,028	961,650	-	12,572,678
Furniture, fixture and equipment	16,326,049	1,363,564	822,615	16,866,998
Books	1,953,769	495,709	206,878	2,242,600
Infrastructure:				
Drainage	39,900	19,457	-	59,357
Roads	114,964	126,953	-	241,917
Total accumulated depreciation	<u>30,045,710</u>	<u>2,967,333</u>	<u>1,029,493</u>	<u>31,983,550</u>
Total capital assets, being depreciated, net	<u>40,665,317</u>	<u>4,538,098</u>	<u>158,559</u>	<u>45,044,856</u>
Governmental activities:				
Capital assets, net	<u>\$ 54,600,479</u>	<u>\$ 8,315,939</u>	<u>\$ 5,748,278</u>	<u>\$ 57,168,140</u>

**OUACHITA PARISH POLICE JURY  
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A summary of changes in capital assets for the year ended December 31, 2006 were as follows:

The beginning balance of governmental activities capital assets decreased by \$927,895. The majority of the change resulted from reporting West Ouachita Sewerage District No. 16 as a Special Revenue Fund to its being accounted for as an Enterprise Fund. Other differences resulted from the Police Jury changing its capital asset software from a spreadsheet format to software specifically designed for capital asset reporting.

Depreciation expense was charged to governmental activities as follows:

Judicial	\$ 129,912
Elections	1,464
Finance and Administration	28,815
Other General Government	366,031
Public Safety	931,464
Public Works	371,862
Health and Welfare	207,837
Culture and Recreation	829,478
Economic Development	100,470
Total	<u>\$ 2,967,333</u>

The Proprietary Funds, West Ouachita Sewer District No. 9; Green Acres Sewerage District No. 13; Southeast Sewer District No. 3; Eastern Forest Sewer District No. 14; and West Ouachita Sewerage District No 16 have capital assets of \$853,109; \$139,420; \$2,287,537; \$238,778, and \$949,730 respectively. Accumulated depreciation is \$102,019; \$61,869; \$1,124,612; \$100,179 and \$184,360, respectively, at December 31, 2006. The assets are being depreciated over 40-50 years by the straight-line method. Depreciation expense for the current year is equal to \$34,006; \$3,485; \$56,483; \$7,045 and \$37,989 respectively.

**OUACHITA PARISH POLICE JURY**  
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**Note 6 INTERFUND RECEIVABLES AND PAYABLES (FFS level only)**

Individual balances due to/from other funds at December 31, 2006, are as follows:

<u>Due From</u>	<u>Due To</u>
	<u>General Fund</u>
Nonmajor Special Revenue Funds:	
Criminal Court Fund	\$ 112,094
Road Lighting Districts	40,701
Juvenile Drug Court	3,315
W.I.A. - Adult Program	40,347
W.I.A. - Youth Program	46,015
W.I.A. - Dislocated Worker	51,202
WIA Administration	17,821
P-TECH	71,229
STEP Program	8,327
LAJET	42,938
LCDBG-Sewer Improvement	27,680
Little Theater of Monroe	2,245
Family Justice Center	43,566
F.E.M.A. Terrorism Grant	6,502
Nonmajor Enterprise Funds:	
Southeast Sewer District No. 3	664
West Ouachita Sewer 16	49,611
Ingleside Sewer District	796
Totals	<u>\$ 565,053</u>

Interfund receivables/payables are due primarily to cash overdrafts in individual funds.



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**Note 7    INTERFUND TRANSFERS**

Transfers to/from other funds for the year ended December 31, 2006 were as follows:

	Transfers In	Transfers Out
Major Funds:		
General Fund	\$        49	\$    582,131
Special Revenue Funds:		
Public Works	364,521	-
Fire Department	-	900,000
Nonmajor Funds:		
Special Revenue Funds:		
Permit Office	14,567	
Business Development Fund	452	
Cheniere Lake Park	100,000	-
Capital Outlay - Road Program	-	279,521
Capital Outlay - Drainage	200,000	-
LAJET	12,728	-
LCDBG-Metal Forms		452
LLEBG - Code Enforcement	50,000	-
Lake Park Drainage District	663	-
Ouachita Parish Homeland Security	57,250	-
Indian Lake Maintenance	-	49
CDBG-Bawcomville Street	61,923	-
Debt Service Funds:		
Correctional Center	-	435,618
Capital Projects Funds:		
Jail Fund	435,618	-
Fire Department	900,000	-
Total	<u>\$    2,197,771</u>	<u>\$    2,197,771</u>

General fund transfers are used to supplement the operations of various funds. Public Works and the Road Program transfers are used to provide funding of specific Public Works projects approved by the parish engineer. The Debt Service-Correction Center transfer occurs since the debt service is fully amortized and the remainder of the tax proceeds can be used for future construction or renovations. The Fire Department-Special Revenue Fund provided funding to the Fire Department-Capital Projects Fund for future capital expenditures.

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**Note 8      LONG TERM OBLIGATIONS**

At December 31, 2006, employees of the Ouachita Parish Police Jury have accumulated and vested \$941,336 of employee leave benefits, which have been computed in accordance with GASB Codification Section C60.

Sewer Revenue Bond, Series 2002 totaling \$628,000 was issued to cover the cost of construction, acquisition and improvements to the sewerage system of the West Ouachita Sewerage District No 9. This bond series is payable in monthly installments of \$3,705 from April 13, 2004 to March 13, 2028. The interest rate is 4.875%. The bond resolution requires a "Reserve Fund" be established with at least 5% of the monthly debt requirement being deposited until there has been accumulated an amount equal to the highest combined principal and interest requirement for any succeeding 12 month period. The bond resolution also requires a "Depreciation and Contingencies Fund" be established with at least 5% of the monthly debt requirement being deposited over the life of the bonds. This fund is to care for necessary improvements and replacements in order to keep the system operational.

The following is a summary of changes in general long-term obligations:

	Compensated	Series 2002 Revenue	
	Absences	Bond	Total
Balance due at January 1, 2006	\$ 938,519	\$ 602,872	\$ 1,541,391
Additions during 2006	1,423,384	-	1,423,384
Retirements during 2006	(1,420,567)	(15,420)	(1,435,987)
Balance due at December 31, 2006	\$ 941,336	\$ 587,452	\$ 1,528,788
Amounts due within one year	\$ 941,336	\$ 16,188	\$ 957,524

Principal and interest are due as follows:

Year	Principal	Interest	Total
2007	\$ 16,188	28,274	44,462
2008	16,995	27,467	44,462
2009	17,843	26,620	44,463
2010	18,732	25,730	44,462
2011	19,666	24,796	44,462
2012-2016	114,051	108,261	222,312
2017-2021	145,460	76,852	222,312
2022-2026	185,519	36,793	222,312
2027-2028	52,998	1,707	54,705
Total	\$ 587,452	\$ 356,500	\$ 943,952

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**Note 9 SELF-INSURANCE PROGRAMS**

The health and dental insurance fund was established by the Police Jury to provide employees with affordable insurance. The self insurance plan is a medical insurance benefit plan with reinsurance managed by a third party. This program ended on December 31, 2005 and is now being administered by a private carrier. Remaining claims of the self-insurance program were paid in 2006.

The Insurance Loss Reserve and Reserve Workers' Compensation Funds, were established by the Ouachita Parish Police Jury to provide a means of self-funding potential insurance losses, resulting from increased policy deductible amounts for property and fleet vehicle insurance, self funding of workers' compensation and the absence of comprehensive liability coverage. The self-insured plan is administered by a third party, with claims under the self-insured amount of \$100,000 paid by the Internal Service Funds. Consistent with the provisions of GASB Statement No. 10, *"Accounting and Financial Reporting for Risk Financing and Related Insurance Issues"*, the Police Jury uses the funds mentioned above to account for its risk financing activities. At December 31, 2006, the balance available to pay such liabilities if and when they arise is \$2,234,338. An analysis of the changes in the claims liability for the year ended December 31, 2006 is as follows:

	Balance, 01/01/2006	Changes in Estimates	Benefits & Claims	Balance, 12/31/2006
Health and Dental	\$ 762,762	\$ 1,780,701	\$ (2,543,463)	\$ -
Insurance Loss Reserve	\$ 1,233,394	\$ 253,854	\$ (753,736)	\$ 733,512
Workers' Compensation	\$ 905,665	\$ 1,085,404	\$ (919,614)	\$ 1,071,455

**Note 10 DEFINED BENEFIT PENSION PLANS**

The Police Jury provides retirement, death and disability benefits to the majority of its employees through four cost-sharing multiple-employer public employee retirement system pension plans administered by other governmental entities. As discussed below, state statutes provide that a percentage of property taxes collected in Ouachita Parish be remitted to the Parochial Employees Retirement System, the Louisiana District Attorneys Retirement System and the Registrar of Voters Retirement System as part of the funding for pension benefits under those retirement systems. On-behalf payments recorded as revenues and expenditures in the 2006 financial statements of the Police Jury pertaining to those plans are \$665,352. The retirement plans are:

**A. PAROCHIAL EMPLOYEES' RETIREMENT SYSTEM OF LOUISIANA**

Substantially all employees of the Ouachita Parish Police Jury except fire department personnel and the District Attorney and his assistants are members of the Parochial

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Employees Retirement System of Louisiana (System), a cost-sharing, multiple-employer, defined benefit plan administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Police Jury are members of Plan A. All permanent employees working at least 28 hours per week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 per cent of their final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to one per cent of final average salary plus \$24 for each year of supplemental-plan-only service earned prior to January 1, 1980. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

*Funding Policy.* State statute requires employees covered by Plan A to contribute 9.50% of their annual covered salary and the Ouachita Parish Police Jury is required to contribute at an actuarially determined rate. The current actuarially determined rate is 12.75% of annual covered payroll. Contributions to the System also include one-fourth of one per cent of the ad valorem taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Ouachita Parish Police Jury are established by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Police Jury's contributions to the System under Plan A for the years ending December 31, 2006, 2005, and 2004, were \$1,262,693; \$1,302,806; and \$1,149,046, respectively, equal to the required contributions for each year.

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

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***B. FIREFIGHTERS' RETIREMENT SYSTEM***

The Firefighters' Retirement System is a defined benefit pension plan covering firefighters employed by any municipality, parish, or fire protection district of the State of Louisiana under the provisions of Louisiana Revised Statutes 11:2252 through 2269 effective January 1, 1980. The Plan covers substantially all members of the Parish's fire department. All new employees of the fire department must join this plan except for employees performing unrelated fire duties.

Employees with 20 years or more of service who have attained age 50 or employees with 12 years of service who have attained age 55 or 25 years of service at any age are entitled to annual pension benefits equal to 3 1/3% of their average final compensation based on the 36 consecutive months of highest pay multiplied by their total years of service, not to exceed 100%. Employees may elect to receive their pension benefits in the form of a joint and survivor annuity. If employees terminate before rendering 12 years of service, they forfeit the right to receive the portion of their accumulated plan benefits attributable to their employer's contributions. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The Firefighters' Retirement System also provides death and disability benefits. Benefits are established by state statute.

*Funding Policy.* State statute requires employees to contribute 8% of their salary to the retirement system. The Police Jury is required to contribute 15.5% of covered employees' salaries. The contribution requirements of plan members and the Ouachita Parish Police Jury are established by state statute. As provided by Louisiana Revised Statute 11:2252 through 2269, employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Police Jury's contributions to the Firefighters' Retirement System for the years ending December 31, 2006, 2005, and 2004, were \$907,154; \$1,219,293; and \$1,375,386, respectively, equal to the required contributions for each year.

The Firefighters' Retirement System issues an annual publicly available financial report that includes financial statements and required supplementary information for the retirement system. That report may be obtained by writing to the Firefighters' Retirement System, 2051 Silverside Drive, Suite 10, Baton Rouge, Louisiana 70808-4136, or by calling (225) 925-4060.

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**C. LOUISIANA DISTRICT ATTORNEYS RETIREMENT SYSTEM**

The district attorney and assistant district attorneys are members of the Louisiana District Attorney's Retirement System (System), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate board of trustees.

Assistant district attorneys who earn, as a minimum, the amount paid by the state for assistant district attorneys and are under the age of 60 at the time of original employment and all district attorneys are required to participate in the System. For members who joined the system before July 1, 1990, and who elected not to be covered by the new provisions, the following applies: Any member with 23 or more years of creditable service regardless of age may retire with a 3% benefit reduction for each year below age 55, provided that no reduction is applied if the member has 30 or more years of service. Any member with at least 18 years of service may retire at age 55 with a 3% benefit reduction for each year below age 60. In addition, any member with at least 10 years of service may retire at age 60 with a 3% benefit reduction for each year retiring below the age of 62. The retirement benefit is equal to 3% of the member's final average compensation, defined by L.R.S. 11:1581(5), multiplied by the number of years of his membership service, not to exceed 100% of average final compensation.

For members who joined the System after July 1, 1990, or who elected to be covered by the new provisions the following applies: Members are eligible to receive normal retirement benefits if they are age 60 and have 10 years of service credit, are age 55 and have 24 years of service credit, or have 30 years of service credit regardless of age. The normal retirement benefit is equal to 3.5% of the member's final-average compensation multiplied by years of membership service. A member is eligible for early retirement if he is age 55 and has 18 years of service credit. The early retirement benefit is equal to the normal retirement benefit reduced 3% for each year the member retires in advance of normal retirement age. Benefits may not exceed 100 per cent of average final compensation. The System also provides death and disability benefits. Benefits are established by state statute.

*Funding Policy.* State statute requires covered employees to contribute 7% of their salaries to the System. The Ouachita Parish Police Jury is required to contribute 3.5% to the Louisiana District Attorneys Retirement System. Contributions to the System also include 0.2% of the ad valorem taxes collected throughout the state and revenue sharing funds as appropriated by the Louisiana legislature. The Police Jury's contributions to the Louisiana District Attorneys Retirement System for the years ending December 31, 2006, 2005, and 2004, were \$40,555; \$39,629; and 13,868, respectively, equal to the required contributions for each year.

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The Louisiana District Attorneys Retirement System issues an annual publicly available financial report that includes financial statements and required supplementary information for the retirement system. That report may be obtained by writing to the District Attorney's Retirement System, 2109 Decatur Street, New Orleans, Louisiana 70116-2012, or by calling (504) 947-5551.

***D REGISTRARS OF VOTERS RETIREMENT SYSTEM***

The registrar of voters, their deputies and their permanent employees are members of the Registrars of Voters Retirement System (System), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate board of trustees. The plan operates under the provisions of Louisiana Revised Statutes 11:2031 through 2144.

Any member is eligible for normal retirement after 20 years of creditable service and is age 60. Any member with 30 years of creditable service regardless of age is entitled to retire. Regular retirement benefits are equal to 3% of the final average compensation multiplied by the number of years of creditable service, not to exceed 100% of the final average compensation. Any member whose withdrawal from service prior to attaining the age of 60 years, who shall have completed twelve or more years of creditable service and shall not have received a refund of the members accumulated contributions, shall become eligible for a deferred allowance upon attaining the age of 60 years. The System also provides death and disability benefits. Benefits are established by state statute.

In lieu of terminating employment and accepting a service retirement allowance any member with eleven or more years of service at age 61, twenty one or more years of service at age 56, or thirty one or more years of service at any age may elect to participate in the Deferred Retirement Option Plan (DROP) for up to three years and defer the receipt of benefits.

*Funding Policy.* Contributions to the system include one-sixteenth of one percent of the ad valorem taxes shown to be collectible by the tax rolls of each parish. Under the provision of LRS 11:2135(E) currently the Police Jury is required to contribute 11.25% of covered salaries. Member contributions are established by state statute and are equal to 7% of each employee's salary. The Police Jury's contributions to the Registrars of Voters Retirement System for the years ending December 31, 2006, 2005 and 2004 were \$5,239; \$5,239 and \$2,949, respectively, equal to the required contributions for each year.

The Registrars of Voters Retirement System issues an annual publicly available financial report that includes financial statements and required supplementary information for the retirement system. That report may be obtained by writing to the

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Registrars of Voters Retirement System, PO Box 57, Jennings, Louisiana 70546, or  
by calling (337) 824-0834.

**Note 11    OTHER POSTEMPLOYMENT BENEFITS**

The Police Jury provides certain continuing health care and life insurance benefits, provided through an insurance company, to substantially cover all employees that reach normal retirement age while working for the Police Jury. The Police Jury contributed \$259,931, which is equal to 79 per cent of the premiums for health care insurance. Retirees participating in the program contributed \$69,091, the remaining 21 per cent of the premium. Premiums for any available life insurance are paid 100 per cent by the retirees. The Police Jury provides postemployment health insurance benefits for 43 retired employees.

**Note 12    IMPLEMENTATION OF WIRELESS 911 SYSTEM**

The 911 Communication District received \$510,270 in 2006 from landline telephone providers and \$916,022 in 2006 from wireless telephone providers for a total of \$1,426,292 in emergency telephone service charges for 2006. In compliance with FCC order no. 94-102, the District has been implementing the wireless 911 system in two phases.

Phase I displays the wireless 911 caller's telephone number, active tower address, and the direction of the caller from the wireless tower being utilized. Phase II is intended to display the wireless 911 caller's location on a digital map display with a 125 meter accuracy level. Phase I has been fully implemented.

Phase II was completed in September 2006 for all wireless carriers operating in Ouachita Parish. A total of \$64,900 was spent on the implementation and enhancement of phase II services in 2006. Although Phase II has been completely implemented, additional enhancements such as address point locations are being added rather than relying solely on street address ranges for call plotting. In practice, actual point locations are necessary to correctly route emergency calls.

The landline service has been fully implemented in prior years. The total expenditures for 2006 related to the District is \$1,067,866, which, other than those mentioned above, has been used solely for operation of the implemented services.



**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2006**

**Note 13    UNCERTAINTIES AND CONTINGENCIES**

The Police Jury is the defendant in several lawsuits. The outcome of these lawsuits is uncertain. However, the management for the Police Jury does not believe they will materially affect the Police Jury's financial statements.

The Federal Emergency Management Agency (FEMA) under Homeland Security is investigating grants received from the agency. The purpose of their investigation is to determine if any funds were used to purchase nonqualifying property. During the years 1999 to 2003, the Police Jury received and expended approximately \$5.5 million from FEMA in connection with the FEMA grants. It is the Police Jury's understanding that the close-out of these grants across Louisiana has resulted in claims by FEMA against the Louisiana Office of Homeland Security/Emergency Preparedness (LOHS-EP). If LOHS-EP seeks to pass FEMA's reimbursement claims through to the local governments around the state, and is successful, these claims could have a material and adverse impact on the financial condition of the Ouachita Parish Police Jury. The parish engineer has estimated the possible liability to be in a range from \$870,000 to \$1,360,000. However, because the outcome of this investigation is unknown, no liability has been recorded in the Police Jury's financial statements.

The 8.60 mill ad valorem tax for the operation of the Ouachita Correctional Center which provided approximately \$6 million in revenue expired December 31, 2006. The taxpayers have already defeated a proposition to renew and increase their tax. This measure is scheduled to be voted on again July 21, 2007. Due to the uncertainty of the outcome of this election the Police Jury did not budget any ad valorem tax revenue for the operation of the correctional center for 2007.

**Note 14    SUBSEQUENT EVENT**

The Hospital Service District No 1 of Ouachita Parish (the District) and Glenwood Regional Medical Center (the Lessee) entered into a certain Asset Purchase Agreement dated July 20, 2006 (the "Asset Purchase Agreement") with IASIS Glenwood Regional Medical Center, L.P. (IASIS) and others, which contemplates, among other things, the sale or lease of substantially all of the assets of the District and of the Lessee to IASIS.

On August 17, 2006, the District established Ward Five Healthcare Foundation (the Foundation) to receive substantially all of the net proceeds from the sale to IASIS in order to safeguard such funds and ensure that they are used for appropriate healthcare purposes.

A public referendum was held on September 30, 2006 whereby the residents of the District overwhelmingly approved the transactions contemplated by the Asset Purchase

**OUACHITA PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2006**

Agreement and the transfer to the Foundation of substantially all of the net proceeds of the sale to IASIS for use for healthcare purposes.

In November 2006, the District, the Lessee, the Foundation and the Police Jury entered into a "Coordination Agreement" whereby, among other things, Lessee agreed to pay the Police Jury \$4,116,113 and the Police Jury agreed to release various claims and to refrain from taking various actions that might interfere with the sale or the subsequent operation of the Foundation. In December 2006, the Lessee paid the Police Jury \$350,000 pursuant to an earlier 1997 Settlement Agreement, but for which Lessee also received credit under the Coordination Agreement.

On January 26, 2007, the Louisiana Attorney General approved the detailed application of the District and the Lessee to sell the Hospital to IASIS pursuant to the Asset Purchase Agreement and related documents. As of January 31, 2007, the sale to IASIS was closed for a cash purchase price of approximately \$79,000,000. Of this amount, approximately \$30,000,000 was transmitted to an escrow for defeasement of the 1996 Bonds, approximately \$44,000,000 was transferred to the Foundation for future healthcare purposes, \$2,500,000 was transmitted to an escrow for post-closing price adjustments, approximately \$1,000,000 was transmitted to the Lessee (now renamed Glenwood Resolution Authority, Inc.) to help it to pay off its estimated remaining liabilities, and approximately \$1,000,000 was retained by the District. Contemporaneously with the sale, although not out of the proceeds of the sale, the Lessee paid \$3,766,113 to the Ouachita Parish Police Jury pursuant to the Coordination Agreement and paid off long-term bank debt of approximately \$5,000,000. The Lessee also retained approximately \$11,000,000 of Lessee's pre-closing liquid assets as well as certain non-liquid assets, with the agreement that after liquidation of the non-liquid assets and payment of all Lessee's liabilities and administrative expenses, any amounts remaining will be transferred to the District. Several weeks after the closing, certain securities were substituted for the cash in the bond defeasement escrow, resulting in the release of approximately \$4,000,000 back to the District.

The \$3,766,113 was paid to the Police Jury on January 31, 2007 with \$3,466,113 deposited into the Hospital Service District Settlement Fund, and the remaining \$300,000 into the School Based Clinics Fund. Both of these funds are part of the General Fund.

**Note 15    RESTATEMENT**

Effective January 1 2006, the Police Jury reclassified the West Ouachita Sewerage District No. 16 from a special revenue fund to an enterprise fund. On the fund financial statements, this change resulted in a \$14,010 decrease in beginning fund balance. Additionally, capital assets, which are not reported on the fund financial statements, are reported in the enterprise fund. This change resulted in an additional \$803,359 increase to net assets for a total of \$817,369 increase.

**REQUIRED SUPPLEMENTAL INFORMATION  
(PART B)**

## Schedule 1

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2006**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
<b>Budgetary fund balance at beginning of year</b>	\$ 1,082,983	\$ 2,074,048	\$ 2,074,048	\$ -
<b>Resources</b>				
<b>Taxes:</b>				
Ad valorem	1,919,000	1,909,761	2,130,227	220,466
Other taxes	1,179,577	1,341,675	1,498,528	156,853
Total taxes	<u>3,098,577</u>	<u>3,251,436</u>	<u>3,628,755</u>	<u>377,319</u>
<b>Licenses and permits</b>	<u>520,000</u>	<u>598,565</u>	<u>611,472</u>	<u>12,907</u>
<b>Intergovernmental revenues:</b>				
Federal grants	-	-	-	-
Other state funds	156,858	274,024	286,481	12,457
Local funds	184,075	220,301	220,960	659
Total intergovernmental	<u>340,933</u>	<u>494,325</u>	<u>507,441</u>	<u>13,116</u>
<b>Fees, charges, and commissions for services</b>	30,750	31,625	28,878	(2,747)
<b>Fines and forfeitures</b>	1,000	1,000	1,054	54
<b>Use of money and property</b>	330,821	436,158	473,083	36,925
<b>Other revenues</b>	376,450	386,612	369,211	(17,401)
<b>Other sources:</b>				
Sale of assets	-	265,504	273,704	8,200
Transfers in	-	49	49	-
<b>Amounts available for appropriations</b>	<u>5,781,514</u>	<u>7,539,322</u>	<u>7,967,695</u>	<u>428,373</u>
<b>Charges to appropriations</b>				
<b>Current:</b>				
<b>General government:</b>				
Legislative	209,212	236,722	223,357	13,365
Judicial	2,243,739	2,318,351	2,259,326	59,025
Elections	125,606	143,810	110,667	33,143
Finance and administration	448,978	469,206	500,433	(31,227)
Other general government	923,038	934,135	887,239	46,896
Total general government	<u>3,950,573</u>	<u>4,102,224</u>	<u>3,981,022</u>	<u>121,202</u>
Public safety	35,323	53,500	52,225	1,275
Public works	18,250	39,900	15,365	24,535
Health and welfare	100	83,319	83,219	100
Culture and recreation	129,580	56,764	55,393	1,371
Economic development	231,548	250,591	276,194	(25,603)
Capital outlay	92,244	72,546	57,355	15,191
Transfers out	500,692	581,327	582,131	(804)
<b>Total charges to appropriations</b>	<u>4,958,310</u>	<u>5,240,171</u>	<u>5,102,904</u>	<u>137,267</u>
<b>Budgetary fund balance at end of year</b>	\$ <u>823,204</u>	\$ <u>2,299,151</u>	\$ <u>2,864,791</u>	\$ <u>565,640</u>

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Public Works Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2006**

	<b>ORIGINAL BUDGET</b>	<b>FINAL BUDGET</b>	<b>ACTUAL</b>	<b>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</b>
<b>Budgetary fund balance at beginning of year</b>	<b>\$ 367,492</b>	<b>\$ 898,117</b>	<b>\$ 898,117</b>	<b>\$ -</b>
<b>Resources</b>				
<b>Taxes:</b>				
Sales	4,751,100	4,818,320	6,140,593	1,322,273
Other taxes	2,350	1,573	-	(1,573)
Total taxes	<u>4,753,450</u>	<u>4,819,893</u>	<u>6,140,593</u>	<u>1,320,700</u>
Licenses, permits and assessments	<u>5,000</u>	<u>4,000</u>	<u>5,153</u>	<u>1,153</u>
Intergovernmental revenues				
Federal grants	25,000	-	-	-
Other state funds	10,000	-	-	-
Total intergovernmental	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fees, charges, and commissions for services	140,000	70,000	66,700	(3,300)
Use of money and property	10,000	35,000	44,821	9,821
Other revenues	1,000	9,188	14,449	5,261
Other sources:				
Sale of assets	40,000	65,490	66,656	1,166
Transfers in	<u>364,521</u>	<u>364,521</u>	<u>364,521</u>	<u>-</u>
<b>Amounts available for appropriations</b>	<u>5,716,463</u>	<u>6,266,209</u>	<u>7,601,010</u>	<u>1,334,801</u>
<b>Charges to appropriations</b>				
<b>Current:</b>				
Public works	5,534,524	5,254,979	4,880,846	374,133
Capital outlay	<u>165,700</u>	<u>192,500</u>	<u>189,042</u>	<u>3,458</u>
<b>Total charges to appropriations</b>	<u>5,700,224</u>	<u>5,447,479</u>	<u>5,069,888</u>	<u>377,591</u>
<b>Budgetary fund balance at end of year</b>	<b>\$ 16,239</b>	<b>\$ 818,730</b>	<b>\$ 2,531,122</b>	<b>\$ 1,712,392</b>

## Schedule 3

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Fire Protection District No. 1 Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2006**

	<b>ORIGINAL BUDGET</b>	<b>FINAL BUDGET</b>	<b>ACTUAL</b>	<b>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</b>
<b>Budgetary fund balance at beginning of year</b>	\$ 4,614,398	\$ 5,544,296	\$ 5,544,296	\$ -
<b>Resources</b>				
<b>Taxes:</b>				
Ad valorem	5,251,962	5,700,000	5,782,342	82,342
Sales	4,650,000	4,850,000	6,140,735	1,290,735
Total taxes	<u>9,901,962</u>	<u>10,550,000</u>	<u>11,923,077</u>	<u>1,373,077</u>
<b>Intergovernmental revenues:</b>				
Other state funds	394,859	394,859	433,864	39,005
Local funds	-	-	3,839	3,839
Total intergovernmental	<u>394,859</u>	<u>394,859</u>	<u>437,703</u>	<u>42,844</u>
<b>Use of money and property</b>	30,980	140,000	208,927	68,927
<b>Other revenues</b>	5,000	142,845	140,443	(2,402)
<b>Other sources:</b>				
Sale of assets	-	-	800	800
<b>Amounts available for appropriations</b>	<u>14,947,199</u>	<u>16,772,000</u>	<u>18,255,246</u>	<u>1,483,246</u>
<b>Charges to appropriations</b>				
<b>Current:</b>				
Public safety	10,059,632	9,922,843	9,435,684	487,159
Debt service	149,607	149,607	149,601	6
Capital outlay	123,075	147,000	104,353	42,647
Transfers out	-	900,000	900,000	-
<b>Total charges to appropriations</b>	<u>10,332,314</u>	<u>11,119,450</u>	<u>10,589,638</u>	<u>529,812</u>
<b>Budgetary fund balance at end of year</b>	\$ <u>4,614,885</u>	\$ <u>5,652,550</u>	\$ <u>7,665,608</u>	\$ <u>2,013,058</u>

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Public Library Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2006**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
<b>Budgetary fund balance at beginning of year</b>	\$ <u>8,734,204</u>	\$ <u>9,191,271</u>	\$ <u>9,191,271</u>	\$ <u>-</u>
<b>Resources</b>				
Taxes:				
Ad valorem	<u>5,095,000</u>	<u>5,144,035</u>	<u>5,393,659</u>	<u>249,624</u>
Intergovernmental revenues				
Federal grants	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other state funds	<u>386,958</u>	<u>386,158</u>	<u>383,522</u>	<u>(2,636)</u>
Total intergovernmental	<u>391,958</u>	<u>386,158</u>	<u>383,522</u>	<u>(2,636)</u>
Fees, charges, and commissions for services	<u>59,700</u>	<u>59,075</u>	<u>56,018</u>	<u>(3,057)</u>
Fines and forfeitures	<u>89,000</u>	<u>75,150</u>	<u>71,106</u>	<u>(4,044)</u>
Use of money and property	<u>200,000</u>	<u>325,000</u>	<u>364,363</u>	<u>39,363</u>
Other revenues	<u>34,000</u>	<u>183,777</u>	<u>194,858</u>	<u>11,081</u>
Other sources:				
Sale of assets	<u>1,000</u>	<u>1,000</u>	<u>97</u>	<u>(903)</u>
<b>Amounts available for appropriations</b>	<u>14,604,862</u>	<u>15,365,466</u>	<u>15,654,894</u>	<u>289,428</u>
<b>Charges to appropriations</b>				
Current:				
Culture and recreation	<u>4,998,857</u>	<u>4,940,983</u>	<u>4,865,841</u>	<u>75,142</u>
Capital outlay	<u>1,093,680</u>	<u>1,015,030</u>	<u>889,018</u>	<u>126,012</u>
<b>Total charges to appropriations</b>	<u>6,092,537</u>	<u>5,956,013</u>	<u>5,754,859</u>	<u>201,154</u>
<b>Budgetary fund balance at end of year</b>	\$ <u>8,512,325</u>	\$ <u>9,409,453</u>	\$ <u>9,900,035</u>	\$ <u>490,582</u>

## Schedule 5

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Green Oaks Detention Center Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2006**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
<b>Budgetary fund balance at beginning of year</b>	\$ 6,527,318	\$ 6,820,886	\$ 6,820,886	\$ -
<b>Resources</b>				
Taxes:				
Ad valorem	-	2,010,000	2,126,716	116,716
Intergovernmental revenues:				
Federal grants	2,500	2,500	933	(1,567)
Other state funds	-	171,000	155,015	(15,985)
Total intergovernmental	2,500	173,500	155,948	(17,552)
Fees, charges, and commissions for services	150,000	260,000	296,654	36,654
Use of money and property	48,000	200,000	313,174	113,174
Other revenues	5,000	4,500	3,240	(1,260)
<b>Amounts available for appropriations</b>	<u>6,732,818</u>	<u>9,468,886</u>	<u>9,716,618</u>	<u>247,732</u>
<b>Charges to appropriations</b>				
Current:				
Elections	25,000	25,000	51,074	(26,074)
Public safety	2,334,473	2,374,335	2,300,801	73,534
Capital outlay	10,000	14,350	6,386	7,964
<b>Total charges to appropriations</b>	<u>2,369,473</u>	<u>2,413,685</u>	<u>2,358,261</u>	<u>55,424</u>
<b>Budgetary fund balance at end of year</b>	\$ <u>4,363,345</u>	\$ <u>7,055,201</u>	\$ <u>7,358,357</u>	\$ <u>303,156</u>



## Schedule 6

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Correctional Center Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2006**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
<b>Budgetary fund balance at beginning of year</b>	\$ <u>7,824,096</u>	\$ <u>8,347,848</u>	\$ <u>8,347,848</u>	\$ <u>-</u>
<b>Resources</b>				
Taxes:				
Ad valorem	<u>5,731,750</u>	<u>5,795,587</u>	<u>5,985,753</u>	<u>190,166</u>
Intergovernmental revenues:				
Federal grants				-
Other state funds	<u>17,570</u>	<u>17,570</u>	<u>17,542</u>	<u>(28)</u>
Total intergovernmental	<u>17,570</u>	<u>17,570</u>	<u>17,542</u>	<u>(28)</u>
Fees, charges, and commissions for services	<u>1,764,470</u>	<u>2,315,673</u>	<u>2,555,962</u>	<u>240,289</u>
Use of money and property	<u>65,000</u>	<u>252,000</u>	<u>285,435</u>	<u>33,435</u>
Other revenues	<u>113,200</u>	<u>167,500</u>	<u>187,399</u>	<u>19,899</u>
<b>Amounts available for appropriations</b>	<u>15,516,086</u>	<u>16,896,178</u>	<u>17,379,939</u>	<u>483,761</u>
<b>Charges to appropriations</b>				
Current:				
Elections	<u>30,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Public safety	<u>11,054,597</u>	<u>8,817,105</u>	<u>8,493,747</u>	<u>323,358</u>
Capital outlay	<u>186,500</u>	<u>138,500</u>	<u>39,769</u>	<u>98,731</u>
<b>Total charges to appropriations</b>	<u>11,271,097</u>	<u>8,970,605</u>	<u>8,533,516</u>	<u>437,089</u>
<b>Budgetary fund balance at end of year</b>	\$ <u>4,244,989</u>	\$ <u>7,925,573</u>	\$ <u>8,846,423</u>	\$ <u>920,850</u>

## OUACHITA PARISH POLICE JURY

### NOTES TO BUDGETARY COMPARISON SCHEDULES FOR THE YEAR ENDED DECEMBER 31, 2006

**Budgetary Policies:** Preliminary budgets for the ensuing year, prepared on the modified accrual basis of accounting, are prepared annually by the Treasurer. During the months of September through November, the budget committee reviews the proposed budgets with the department heads and makes changes as it deems appropriate. Notice of the location and availability of the proposed budgets for public inspection and the date of the public hearings to be conducted on the budgets are then advertised in the official journal of the Police Jury. Prior to the selected December meeting, the Police Jury conducts a public hearing on the proposed budget(s) in order to receive comments from residents. 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 selected December meeting, and a notice of adoption which includes a summary of the budget is published in the official journal of the parish.

During the year, the Police Jury receives monthly budget comparison statements that are used as a tool to control parish operations. The Police Jury exercises budgetary control at the fund level. Within departments, the treasurer has the authority to make adjustments as necessary. However, the Treasurer does not have the authority to increase or decrease overall revenue and/or expenditure amounts.

State law requires the Police Jury to amend its budgets when revenues plus projected revenues within a fund are expected to fall short than budgeted revenues by five percent or more and when expenditures and other uses of a fund are expected to exceed budgeted amounts by five percent or more. All governmental fund budgets are prepared on the modified accrual basis of accounting.

Encumbrance accounting, under which purchase orders are recorded to reserve that portion of the applicable appropriation, is employed. Outstanding purchase orders are taken into consideration before expenditures are incurred to assure that applicable appropriations are not exceeded.

**OTHER SUPPLEMENTAL INFORMATION**

**NON-MAJOR GOVERNMENTAL FUNDS**

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Balance Sheet**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**December 31, 2006**

	<b>SPECIAL REVENUE FUNDS TOTAL (Schedule 9)</b>	<b>DEBT SERVICE FUNDS TOTAL (Schedule 11)</b>	<b>CAPITAL PROJECTS FUNDS TOTAL (Schedule 13)</b>	<b>TOTAL (Statement C)</b>
<b>ASSETS</b>				
Cash	\$ 8,052,258	\$ 92,275	\$ 2,601,628	\$ 10,746,161
Receivables				
Ad valorem taxes	1,251,996	976	197,268	1,450,240
Special assessments	191,153	-	-	191,153
Other receivables	265,153	-	-	265,153
Due from other governmental units	1,416,214	-	-	1,416,214
Due from other funds	-	-	-	-
Prepays & other assets	95,456	-	1,000	96,456
Inventories	75,981	-	-	75,981
<b>TOTAL ASSETS</b>	<b>\$ 11,348,211</b>	<b>\$ 93,251</b>	<b>\$ 2,799,896</b>	<b>\$ 14,241,358</b>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>Liabilities</b>				
Current liabilities				
Accounts payable & accrued expenses	\$ 615,956	\$ 115	\$ 224,041	\$ 840,112
Due to other funds	513,982	-	-	513,982
Deposits Held	8,825	-	-	8,825
Deferred revenues	65,802	87,088	-	152,890
Total liabilities	1,204,565	87,203	224,041	1,515,809
<b>Fund Equity</b>				
Fund balance				
Reserved for capital improvement	-	-	2,575,855	2,575,855
Reserved for debt service	-	6,048	-	6,048
Unreserved/undesignated	10,143,646	-	-	10,143,646
Total fund equity	10,143,646	6,048	2,575,855	12,725,549
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 11,348,211</b>	<b>\$ 93,251</b>	<b>\$ 2,799,896</b>	<b>\$ 14,241,358</b>

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended December 31, 2006**

	SPECIAL REVENUE FUNDS TOTAL (Schedule 10)	DEBT SERVICE FUNDS TOTAL (Schedule 12)	CAPITAL PROJECTS FUNDS TOTAL (Schedule 14)	TOTAL (Statement D)
<b>Revenues</b>				
Taxes:				
Ad valorem	\$ 1,430,015	\$ 218,649	\$ 203,764	\$ 1,852,428
Other	1,426,292	-	-	1,426,292
Licenses, permits, and assessments	185,718	-	-	185,718
Intergovernmental:				
Federal	7,323,289	-	-	7,323,289
State	1,741,250	9,017	-	1,750,267
Local	57,200	-	-	57,200
Fees, charges, and commissions for services	2,302,795	-	-	2,302,795
Fines and forfeitures	3,137,447	-	-	3,137,447
Use of money and property	417,253	17,656	103,296	538,205
Other Revenues	196,063	-	-	196,063
Total Revenues	<u>18,217,322</u>	<u>245,322</u>	<u>307,060</u>	<u>18,769,704</u>
<b>Expenditures</b>				
Current				
General government:				
Judicial	3,955,814	-	-	3,955,814
Finance and administration	1,163,524	-	33,001	1,196,525
Public safety	2,510,171	-	14,559	2,524,730
Public works	651,822	-	-	651,822
Health and welfare	1,086,818	-	-	1,086,818
Culture and recreation	120,491	-	-	120,491
Economic development	5,673,363	-	-	5,673,363
Debt service	477	3,192	-	3,669
Capital expenditures	1,641,270	474	2,232,555	3,874,299
Total expenditures	<u>16,803,750</u>	<u>3,666</u>	<u>2,280,115</u>	<u>19,087,531</u>
<b>Excess (deficiency) of revenues over expenditures</b>	1,413,572	241,656	(1,973,055)	(317,827)
<b>Other financing sources/(uses)</b>				
Sale of assets	86,750	-	-	86,750
Transfers in	497,583	-	1,335,618	1,833,201
Transfers out	(280,022)	(435,618)	-	(715,640)
Total other financing sources/(uses)	<u>304,311</u>	<u>(435,618)</u>	<u>1,335,618</u>	<u>1,204,311</u>
<b>Excess of revenues and other sources over expenditures and other uses</b>	<u>1,717,883</u>	<u>(193,962)</u>	<u>(637,437)</u>	<u>886,484</u>
<b>Fund balances at beginning of year, before restatement</b>	8,439,773	200,010	3,213,292	11,853,075
<b>Restatement (Note 15)</b>	<u>(14,010)</u>	<u>-</u>	<u>-</u>	<u>(14,010)</u>
<b>Fund balances at beginning of year, restated</b>	<u>8,425,763</u>	<u>200,010</u>	<u>3,213,292</u>	<u>11,839,065</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 10,143,646</u>	<u>\$ 6,048</u>	<u>\$ 2,575,855</u>	<u>\$ 12,725,549</u>

**NON-MAJOR SPECIAL REVENUE FUNDS**

**QUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Balance Sheet**  
**SPECIAL REVENUE FUNDS (Non Major)**  
**December 31, 2006**

	ANIMAL PROTECTION & CONTROL FUND 112	CRIMINAL COURT FUND 107	HEALTH UNIT FUND 111	ROAD LIGHTING DISTRICT FUNDS	COURT FEES FUND 119	JUVENILE DRUG COURT FUND 188	JUVENILE JUSTICE DIVERSION GRANT FUND 160
<b>ASSETS</b>							
Cash	\$ 147,582	\$ -	\$ 985,090	\$ 106,077	\$ 32,969	\$ -	\$ -
Receivables:							
Ad valorem taxes	160,156	-	320,360	19,416	-	-	-
Special assessments	-	-	-	156,204	-	-	-
Other receivables	4,614	311	-	-	-	-	-
Due from other governmental units	2,560	190,728	9,334	-	-	26,194	1,529
Due from other funds	-	-	-	-	-	-	-
Prepaid expenses & other assets	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 314,912</b>	<b>\$ 191,039</b>	<b>\$ 1,314,784</b>	<b>\$ 281,697</b>	<b>\$ 32,969</b>	<b>\$ 26,194</b>	<b>\$ 1,529</b>
<b>LIABILITIES AND FUND EQUITY</b>							
<b>Liabilities:</b>							
Accounts payable and accrued expenses	\$ 8,583	\$ 78,945	\$ 9,344	\$ 7,477	\$ 8,800	\$ 22,879	\$ 1,529
Due to other funds	-	112,094	-	40,701	-	3,315	-
Deposits held	-	-	-	-	-	-	-
Deferred revenues	4,405	-	18,777	10,475	-	-	-
<b>Total liabilities</b>	<b>12,988</b>	<b>191,039</b>	<b>28,121</b>	<b>58,653</b>	<b>8,800</b>	<b>26,194</b>	<b>1,529</b>
<b>Fund Equity:</b>							
Fund balance (deficit)							
Unreserved/undesignated	301,924	-	1,286,663	223,044	24,169	-	-
<b>Total fund balance</b>	<b>301,924</b>	<b>-</b>	<b>1,286,663</b>	<b>223,044</b>	<b>24,169</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 314,912</b>	<b>\$ 191,039</b>	<b>\$ 1,314,784</b>	<b>\$ 281,697</b>	<b>\$ 32,969</b>	<b>\$ 26,194</b>	<b>\$ 1,529</b>



## Schedule 9

CRIMINAL JUROR FEES FUND 120	PERMIT OFFICE FUND 113	ADMINISTRATIVE FUND 144	W. QUACHITA INDUSTRIAL DEVELOPMENT MAINTENANCE FUND 121	BUSINESS DEVELOPMENT FUND 125	CHENIERE LAKE PARK FUND 109	EAGLE LAKE SUBDIVISION ROAD FUND 157
\$ 179,786	\$ 295	\$ 202,664	\$ 679,905	\$ 46,607	\$ 117,582	\$ 7,817
-	-	-	-	-	-	-
-	-	-	2,160	-	-	-
-	4,940	41	-	1,873	-	-
-	-	15,409	-	-	-	-
-	-	-	-	93,956	-	-
-	-	-	-	-	-	-
<u>\$ 179,786</u>	<u>\$ 5,235</u>	<u>\$ 218,117</u>	<u>\$ 682,065</u>	<u>\$ 142,436</u>	<u>\$ 117,582</u>	<u>\$ 7,817</u>
\$ 1,863	\$ 5,181	\$ 37,614	\$ 36,072	\$ -	\$ 6,922	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	8,825	-
-	-	-	-	-	-	-
<u>1,863</u>	<u>5,181</u>	<u>37,614</u>	<u>36,072</u>	<u>-</u>	<u>15,747</u>	<u>-</u>
<u>177,923</u>	<u>54</u>	<u>180,503</u>	<u>655,993</u>	<u>142,436</u>	<u>101,835</u>	<u>7,817</u>
<u>177,923</u>	<u>54</u>	<u>180,503</u>	<u>655,993</u>	<u>142,436</u>	<u>101,835</u>	<u>7,817</u>
<u>\$ 179,786</u>	<u>\$ 5,235</u>	<u>\$ 218,117</u>	<u>\$ 682,065</u>	<u>\$ 142,436</u>	<u>\$ 117,582</u>	<u>\$ 7,817</u>

(Continued)

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Balance Sheet**  
**SPECIAL REVENUE FUNDS (Non Major)**  
**December 31, 2006**

	CAPITAL OUTLAY PROGRAMS				COMMUNICATIONS	STEP
	ROAD PROGRAM FUND 101	DRAINAGE PROGRAM FUND 131	URBAN SYSTEM FUND 132	COUNCIL ON AGING FUND 161	DISTRICT 911 SERVICE FUND 117	PROGRAM FUND 454
<b>ASSETS</b>						
Cash	\$ 915,995	\$ 659,207	\$ 108,070	\$ -	\$ 2,243,204	\$ -
Receivables:						
Ad valorem taxes	-	-	-	-	-	-
Special assessments	32,789	-	-	-	-	-
Other receivables	10,826	-	-	-	214,172	-
Due from other governmental units	208,675	61,763	230,771	-	20	11,532
Due from other funds	-	-	-	-	-	-
Prepaid expenses & other assets	-	1,500	-	-	-	-
Inventories	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 1,168,285</b>	<b>\$ 722,470</b>	<b>\$ 338,850</b>	<b>\$ -</b>	<b>\$ 2,457,396</b>	<b>\$ 11,532</b>
<b>LIABILITIES AND FUND EQUITY</b>						
<b>Liabilities:</b>						
Accounts payable and accrued expenses	\$ -	\$ -	\$ 34,149	\$ -	\$ 58,001	\$ 1,205
Due to other funds	-	-	-	-	-	8,327
Deposits held	-	-	-	-	-	-
Deferred revenues	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>34,149</b>	<b>-</b>	<b>58,001</b>	<b>11,532</b>
<b>Fund Equity:</b>						
Fund balance (deficit)						
Unreserved/undesignated	1,168,285	722,470	304,701	-	2,399,395	-
<b>Total fund balance</b>	<b>1,168,285</b>	<b>722,470</b>	<b>304,701</b>	<b>-</b>	<b>2,399,395</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 1,168,285</b>	<b>\$ 722,470</b>	<b>\$ 338,850</b>	<b>\$ -</b>	<b>\$ 2,457,396</b>	<b>\$ 11,532</b>

## Schedule 9

WORK FORCE INVESTMENT ACT					SECTION 8 HOUSING CHOICE VOUCHER FUND 470	LOUISIANA JOB EMPLOYMENT TRAINING FUND 460
ADULT PROGRAM FUND 450	YOUTH PROGRAM FUND 451	DISLOCATED WORKER FUND 452	ADMINISTRATION FUND 455	YOUTH 5% FUNDS FUND 456		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 802,665	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	582	-	1,726	-
58,425	62,016	68,230	24,224	143,683	252	69,319
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 58,425</u>	<u>\$ 62,016</u>	<u>\$ 68,230</u>	<u>\$ 24,806</u>	<u>\$ 143,683</u>	<u>\$ 804,643</u>	<u>\$ 69,319</u>
\$ 18,078	\$ 16,001	\$ 17,028	\$ 3,760	\$ 72,454	\$ 11,213	\$ 20,560
40,347	46,015	51,202	17,821	71,229	-	42,938
-	-	-	-	-	-	-
-	-	-	3,225	-	-	-
58,425	62,016	68,230	24,806	143,683	11,213	63,498
-	-	-	-	-	793,430	5,821
-	-	-	-	-	793,430	5,821
<u>\$ 58,425</u>	<u>\$ 62,016</u>	<u>\$ 68,230</u>	<u>\$ 24,806</u>	<u>\$ 143,683</u>	<u>\$ 804,643</u>	<u>\$ 69,319</u>

(Continued)

OUACHITA PARISH POLICE JURY  
Monroe, Louisiana  
Combining Balance Sheet (Concluded)  
SPECIAL REVENUE FUNDS (Non Major)  
December 31, 2006

	BLOCK GRANT FUNDS					
	MOSQUITO ABATEMENT DISTRICT FUND 108	LCDBG SEWER IMPROVEMENT FUND 180	LCDBG METAL FORMS/ SUPERLIFT FUND 126	LCDBG BAWCOMVILLE STREET FUND 163	LEERC CODE ENFORCEMENT FUND 182	HUMPHRIES/ GARRETT ROAD SUBDIVISION FUND 154
<b>ASSETS</b>						
Cash	\$ 628,646	\$ -	\$ -	\$ 33,574	\$ 3,081	\$ 73,672
Receivables:						
Ad valorem taxes	752,004	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Other receivables	-	-	-	-	22,416	664
Due from other governmental units	-	106,769	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses & other assets	-	-	-	-	-	-
Inventories	75,981	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 1,456,691</b>	<b>\$ 106,769</b>	<b>\$ -</b>	<b>\$ 33,574</b>	<b>\$ 26,097</b>	<b>\$ 74,336</b>
<b>LIABILITIES AND FUND EQUITY</b>						
<b>Liabilities:</b>						
Accounts payable and accrued expenses	\$ 34,555	\$ 47,649	\$ -	\$ -	\$ 6,969	\$ -
Due to other funds	-	27,680	-	-	-	-
Deposits Held	-	-	-	-	-	-
Deferred revenues	20,044	-	-	-	-	-
Total liabilities	34,555	75,329	-	-	6,969	-
<b>Fund Equity:</b>						
Fund balance (deficit)						
Unreserved/undesignated	1,422,136	31,440	-	33,574	19,128	74,336
Total fund balance	1,422,136	31,440	-	33,574	19,128	74,336
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 1,456,691</b>	<b>\$ 106,769</b>	<b>\$ -</b>	<b>\$ 33,574</b>	<b>\$ 26,097</b>	<b>\$ 74,336</b>

## Schedule 9

F E M A BUY OUT FUND 139	LITTLE THEATER MONROE FUND 151	LAKE PARK DRAINAGE FUND 186	FAMILY JUSTICE CENTER FUND 184	OUACHITA PARISH HOMELAND SECURITY & EMERGENCY PREPAREDNESS FUND 129	F E M A TERRORISM GRANT FUND 141	INDIAN LAKE MAINTENANCE FUND 135	WEST OUACHITA SEWERAGE DISTRICT 16 FUND 185	TOTAL (Schedule 7)
\$ 24,268	\$ -	\$ 61	\$ -	\$ 52,832	\$ -	\$ -	\$ -	\$ 8,052,258
-	-	-	-	-	-	-	-	1,251,996
-	-	-	-	-	-	-	-	191,153
2,985	-	-	-	-	-	-	-	265,153
-	2,245	-	116,019	-	6,517	-	-	1,416,214
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	95,456
-	-	-	-	-	-	-	-	75,981
<u>\$ 27,253</u>	<u>\$ 2,245</u>	<u>\$ 61</u>	<u>\$ 116,019</u>	<u>\$ 52,832</u>	<u>\$ 6,517</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,348,211</u>
\$ -	\$ -	\$ 58	\$ 72,453	\$ 4,658	\$ -	\$ -	\$ -	\$ 615,956
-	2,245	-	43,566	-	6,502	-	-	513,982
-	-	-	-	-	-	-	-	8,825
<u>8,876</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>65,802</u>
<u>8,876</u>	<u>2,245</u>	<u>58</u>	<u>116,019</u>	<u>4,658</u>	<u>6,502</u>	<u>-</u>	<u>-</u>	<u>1,204,565</u>
<u>18,377</u>	<u>-</u>	<u>3</u>	<u>-</u>	<u>48,174</u>	<u>15</u>	<u>-</u>	<u>-</u>	<u>10,143,646</u>
<u>18,377</u>	<u>-</u>	<u>3</u>	<u>-</u>	<u>48,174</u>	<u>15</u>	<u>-</u>	<u>-</u>	<u>10,143,646</u>
<u>\$ 27,253</u>	<u>\$ 2,245</u>	<u>\$ 61</u>	<u>\$ 116,019</u>	<u>\$ 52,832</u>	<u>\$ 6,517</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,348,211</u>

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**SPECIAL REVENUE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	ANIMAL PROTECTION & CONTROL FUND 112	CRIMINAL COURT FUND 107	HEALTH UNIT FUND 111	ROAD LIGHTING DISTRICT FUNDS	COURT FEES FUND 119	JUVENILE DRUG FUND 188	JUVENILE JUSTICE DIVERSION GRANT FUND 160
<b>Revenues</b>							
Taxes							
Ad valorem	\$ 183,511	\$ -	\$ 367,075	\$ 21,989	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-
Total taxes	183,511	-	367,075	21,989	-	-	-
Licenses, permits and assessments	-	-	-	87,248	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Federal	-	-	-	-	-	95,556	-
State	13,314	619,863	26,632	3,904	-	-	1,529
Local	-	-	-	-	-	-	-
Total intergovernmental	13,314	619,863	26,632	3,904	-	95,556	1,529
Fees, charges and commissions for services	50,195	3,145	-	-	-	-	-
Fines and forfeitures	8,606	2,838,071	-	-	262,590	-	-
Use of money and property	9,782	-	49,086	6,308	3	-	-
Other revenues	22,281	-	115,608	-	-	-	-
Total revenue	287,719	3,461,079	558,401	119,449	262,593	95,556	1,529
<b>Expenditures</b>							
Current							
General government							
Judicial	-	3,461,079	-	-	205,114	95,556	-
Elections	-	-	-	-	-	-	-
Finance and administration	-	-	-	-	-	-	-
Total general government	-	3,461,079	-	-	205,114	95,556	-
Public safety	-	-	-	-	-	-	1,529
Public works	-	-	-	88,364	-	-	-
Health and welfare	232,645	-	197,044	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Debt service	-	-	-	-	265	-	-
Capital outlay	28	-	3,530	-	-	-	-
Total expenditures	232,673	3,461,079	200,574	88,364	205,479	95,556	1,529
Excess (deficiency) of revenues over expenditures	55,046	-	357,827	31,085	57,114	-	-
<b>Other financing sources (uses)</b>							
Sale of assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	55,046	-	357,827	31,085	57,114	-	-
Fund balances beginning of year, before restatement	246,848	-	928,836	191,959	(32,945)	-	-
Restatement (Note 15)	-	-	-	-	-	-	-
Fund balances beginning of year, restated	246,848	-	928,836	191,959	(32,945)	-	-
<b>FUND BALANCES AT END OF YEAR</b>	\$ 301,894	\$ -	\$ 1,286,663	\$ 223,044	\$ 24,169	\$ -	\$ -

## Schedule 10

CRIMINAL JURY FEES FUND 120	PERMIT OFFICE FUND 113	ADMINISTRATIVE FUND 144	W. OUCHITA INDUSTRIAL DEVELOPMENT MAINTENANCE FUND 121	BUSINESS DEVELOPMENT FUND 125	CHENIERE LAKE PARK FUND 109	EAGLE LAKE SUBDIVISION - ROAD FUND 157
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	98,470	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	4,600	-
-	-	-	-	-	-	-
-	-	-	-	-	4,600	-
240,170	-	1,296,897	-	-	38,282	-
-	-	-	-	-	-	-
7,854	110	7,828	31,797	7,738	53,48	388
-	-	158	-	-	35	-
<u>248,033</u>	<u>98,586</u>	<u>1,304,883</u>	<u>31,797</u>	<u>7,738</u>	<u>48,265</u>	<u>388</u>
194,065	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	1,145,089	-	-	-	-
<u>194,065</u>	<u>-</u>	<u>1,145,089</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	121,330	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	120,491	-
-	-	-	40,170	-	-	-
-	112	-	-	-	-	-
-	-	6,296	-	-	1,339	-
<u>194,065</u>	<u>121,448</u>	<u>1,151,385</u>	<u>40,170</u>	<u>-</u>	<u>121,830</u>	<u>-</u>
53,968	(22,862)	153,498	(8,373)	7,738	(73,565)	388
-	-	-	86,750	-	-	-
-	14,567	-	-	452	100,000	-
-	-	-	-	-	-	-
-	14,567	-	86,750	452	100,000	-
53,968	(8,295)	153,498	78,377	8,190	26,435	388
123,955	8,349	27,005	577,616	134,246	75,400	7,429
-	-	-	-	-	-	-
123,955	8,349	27,005	577,616	134,246	75,400	7,429
<u>\$ 177,923</u>	<u>\$ 54</u>	<u>\$ 180,503</u>	<u>\$ 655,993</u>	<u>\$ 142,436</u>	<u>\$ 101,835</u>	<u>\$ 7,817</u>

(Continued)

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**SPECIAL REVENUE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	CAPITAL OUTLAY PROGRAMS				COMMUNICATIONS	
	ROAD PROGRAM FUND 101	DRAINAGE PROGRAM FUND 131	URBAN SYSTEM FUND 132	COUNCIL ON AGING FUND 161	DISTRICT 911 SERVICE FUND 117	STEP PROGRAM FUND 454
<b>Revenues</b>						
Taxes						
Ad valorem	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	1,426,292	-
Total taxes	-	-	-	-	1,426,292	-
Licenses permits and assessments	-	-	-	-	-	-
Intergovernmental						
Federal grants	-	37,500	329,037	-	-	173,242
Other state revenue	1,047,055	22,948	-	-	-	-
Parish transportation funds	-	-	-	-	-	-
Total intergovernmental	1,047,055	60,448	329,037	-	-	173,242
Fees charges and commissions for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Use of money and property	16,418	33,034	21,820	-	102,380	-
Other revenues	-	41,671	-	-	-	-
Total revenue	1,093,473	135,133	350,857	-	1,528,672	173,242
<b>Expenditures</b>						
Current						
General government						
Judicial	-	-	-	-	-	-
Elections	-	-	-	-	-	-
Finance and administration	9,435	-	-	-	-	-
Total general government	9,435	-	-	-	-	-
Public safety	-	-	-	-	1,071,938	-
Public works	262,065	121,869	28,514	3	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	173,242
Debt service	-	-	-	-	-	-
Capital outlay	315,503	195,110	576,760	-	5,040	-
Total expenditures	587,603	316,979	605,283	3	1,076,978	173,242
Excess (deficiency) of revenues over expenditures	505,870	(81,846)	(254,426)	(3)	451,694	-
Other financing sources (uses)						
Sale of assets	-	-	-	-	-	-
Transfers in	-	200,000	-	-	-	-
Transfers out	(279,521)	-	-	-	-	-
Total other financing sources (uses)	(279,521)	200,000	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	226,349	18,154	(254,426)	(3)	451,694	-
Fund balances beginning of year, before restatement	941,936	704,316	559,127	3	1,947,701	-
Restatement (Note 15)	-	-	-	-	-	-
Fund balances beginning of year, restated	941,936	704,316	559,127	3	1,947,701	-
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 1,168,285</b>	<b>\$ 722,470</b>	<b>\$ 304,701</b>	<b>\$ -</b>	<b>\$ 2,399,395</b>	<b>\$ -</b>



WORK FORCE INVESTMENT ACT					SECTION #	LOUISIANA
ADULT PROGRAM FUND 450	YOUTH PROGRAM FUND 451	DISLOCATED WORKER FUND 452	ADMINISTRATION FUND 455	YOUTH 5% FUNDS FUND 456	HOUSING CHOICE VOUCHER FUND 470	JOB EMPLOYMENT TRAINING FUND 460
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
262,053	661,348	764,949	203,843	155,327	2,610,282	236,498
-	-	-	-	-	2,000	-
262,053	661,348	764,949	203,843	155,327	2,612,282	236,498
-	-	-	-	-	672,358	-
-	-	-	725	-	38,310	-
-	-	-	72	-	(450)	-
262,053	661,348	764,949	204,640	155,327	3,322,500	236,498
-	-	-	-	-	-	-
-	-	-	-	-	-	-
5,000	-	-	4,000	-	-	-
5,000	-	-	4,000	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
257,053	661,348	764,949	200,640	155,327	3,171,839	248,795
-	-	-	-	-	1,128	-
262,053	661,348	764,949	204,640	155,327	3,172,967	248,795
-	-	-	-	-	149,533	(12,297)
-	-	-	-	-	-	-
-	-	-	-	-	-	12,728
-	-	-	-	-	-	12,728
-	-	-	-	-	149,533	431
-	-	-	-	-	643,897	5,390
-	-	-	-	-	-	-
-	-	-	-	-	643,897	5,390
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 793,430	\$ 5,821

(Continued)

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balances (Concluded)**  
**SPECIAL REVENUE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	BLOCK GRANT FUNDS					HUMPHRIES/ GARRETT ROAD SUBDIVISION FUND 154
	MOSQUITO ABATEMENT DISTRICT FUND 108	LCDBG SEWER IMPROVEMENT FUND 100	LCDBG METAL FORMS/ SUPERLIFT FUND 126	LCDBG BAWCONVILLE STREET FUND 163	LCDBG CODE ENFORCEMENT FUND 182	
<b>Revenues</b>						
Taxes						
Ad valorem	\$ 857,440	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-
Total taxes	857,440	-	-	-	-	-
Licenses, permits and assessments	-	-	-	-	-	-
Intergovernmental						
Federal grants	-	519,743	-	-	-	-
Other state revenue	-	-	-	-	-	-
Parish transportation funds	-	-	-	-	-	-
Total intergovernmental	-	519,743	-	-	-	-
Fees, charges and commissions for services	-	-	-	-	1,739	-
Fines and forfeitures	-	-	-	-	28,120	-
Use of money and property	42,900	-	5	-	39	3,523
Other revenues	7,132	-	-	-	-	5,621
Total revenue	907,472	519,743	5	-	29,898	9,144
<b>Expenditures</b>						
Current						
General government						
Judicial	-	-	-	-	-	-
Elections	-	-	-	-	-	-
Finance and administration	-	-	-	-	-	-
Total general government	-	-	-	-	-	-
Public safety	-	-	-	-	64,210	-
Public works	-	-	-	28,349	-	-
Health and welfare	657,129	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	10,471	519,743	-	-	-	-
Total expenditures	667,600	519,743	-	28,349	64,210	-
Excess (deficiency) of revenues over expenditures	239,872	-	5	(28,349)	(34,312)	9,144
<b>Other financing sources (uses)</b>						
Sale of assets	-	-	-	-	-	-
Transfers in	-	-	-	61,923	50,000	-
Transfers out	-	-	(452)	-	-	-
Total other financing sources (uses)	-	-	(452)	61,923	50,000	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	239,872	-	(447)	33,574	15,688	9,144
<b>Fund balances beginning of year, before restatement</b>	1,182,264	31,440	447	-	3,440	65,192
Restatement (Note 15)	-	-	-	-	-	-
<b>Fund balances beginning of year, restated</b>	1,182,264	31,440	447	-	3,440	65,192
<b>FUND BALANCES AT END OF YEAR</b>	\$ 1,422,136	\$ 31,440	\$ -	\$ 33,574	\$ 19,128	\$ 74,336

F E M A BUY OUT FUND 139	LITTLE THEATER MONROE FUND 151	LAKE PARK DRAINAGE FUND 186	FAMILY JUSTICE CENTER FUND 184	OUACHITA PARISH HOME AND SECURITY & EMERGENCY PREPAREDNESS FUND 129	F E M A TERRORISM GRANT FUND 141	INDIAN LAKE MAINTENANCE FUND 135	WEST OUACHITA SEWERAGE DISTRICT 16 FUND 185	TOTAL (Schedule 8)
\$	\$	\$	\$	\$	\$	\$	\$	1,430,015
-	-	-	-	-	-	-	-	1,426,202
-	-	-	-	-	-	-	-	3,856,307
-	-	-	-	-	-	-	-	185,718
-	-	-	641,696	47,309	584,906	-	-	7,323,289
-	-	-	-	1,405	-	-	-	1,741,250
-	-	-	-	55,200	-	-	-	57,200
-	-	-	641,696	103,914	584,906	-	-	9,121,739
-	-	-	-	-	-	-	-	2,302,795
-	-	-	-	-	-	-	-	3,137,447
-	-	-	-	1,869	-	2	-	417,253
3,710	-	-	-	225	-	-	-	196,063
3,710	-	-	641,696	106,008	584,906	2	-	18,217,322
-	-	-	-	-	-	-	-	3,955,814
-	-	-	-	-	-	-	-	1,163,524
-	-	-	-	-	-	-	-	5,119,338
137	-	-	637,067	152,068	583,222	-	-	2,510,171
-	-	722	-	-	-	-	-	631,822
-	-	-	-	-	-	-	-	1,086,818
-	-	-	-	-	-	-	-	120,491
-	-	-	-	-	-	-	-	5,673,363
-	-	-	-	-	-	-	-	477
-	-	-	4,629	-	1,684	-	-	1,641,270
137	-	722	641,696	152,068	584,906	-	-	16,803,750
3,573	-	(722)	-	(46,060)	-	2	-	1,413,572
-	-	-	-	-	-	-	-	86,750
-	-	663	-	57,250	-	-	-	497,583
-	-	-	-	-	-	(49)	-	(280,022)
-	-	663	-	57,250	-	(49)	-	304,311
3,573	-	(59)	-	11,190	-	(47)	-	1,717,883
14,804	-	62	-	36,984	13	47	14,010	8,439,773
-	-	-	-	-	-	-	(14,010)	(14,010)
14,804	-	62	-	36,984	13	47	-	8,425,763
\$ 18,377	\$ -	\$ 3	\$ -	\$ 48,174	\$ 15	\$ -	\$ -	10,143,640

**NON-MAJOR DEBT SERVICE FUNDS**

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Balance Sheet**  
**DEBT SERVICE FUNDS (Non Major)**  
**December 31, 2006**

	<b>CORRECTIONAL CENTER FUND 201</b>	<b>DETENTION HOME FUND 206</b>	<b>TOTAL (Schedule 7)</b>
<b>ASSETS</b>			
Cash	\$ 79,912	\$ 12,363	\$ 92,275
Receivables			
Ad valorem taxes	976	-	976
<b>TOTAL ASSETS</b>	<b>\$ 80,888</b>	<b>\$ 12,363</b>	<b>\$ 93,251</b>
<b>LIABILITIES AND FUND EQUITY</b>			
<b>Liabilities</b>			
Accounts Payable - Trade	\$ 115	\$ -	\$ 115
Deferred revenues	75,854	11,234	87,088
Total liabilities	75,969	11,234	87,203
<b>Fund equity</b>			
Fund balance:			
Reserved for debt service	4,919	1,129	6,048
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 80,888</b>	<b>\$ 12,363</b>	<b>\$ 93,251</b>

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**DEBT SERVICE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	<b>CORRECTIONAL CENTER FUND 201</b>	<b>DETENTION HOME FUND 206</b>	<b>TOTAL (Schedule 8)</b>
<b>Revenues</b>			
Taxes:			
Ad valorem	\$ 218,649	\$ -	\$ 218,649
Intergovernmental:			
State revenue sharing	9,017	-	9,017
Use of money and property	17,044	612	17,656
Total revenues	<u>244,710</u>	<u>612</u>	<u>245,322</u>
<b>Expenditures</b>			
Debt service	3,192	-	3,192
Capital expenditures	474	-	474
Total expenditures	<u>3,666</u>	<u>-</u>	<u>3,666</u>
<b>Excess of revenues over expenditures</b>	241,044	612	241,656
<b>Other financing uses</b>			
Transfers out	(435,618)	-	(435,618)
Total other financing uses	<u>(435,618)</u>	<u>-</u>	<u>(435,618)</u>
<b>Excess (deficiency) of revenues over expenditures and other uses</b>	(194,574)	612	(193,962)
<b>Fund balances at beginning of year</b>	<u>199,493</u>	<u>517</u>	<u>200,010</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 4,919</u>	<u>\$ 1,129</u>	<u>\$ 6,048</u>

**NON-MAJOR CAPITAL PROJECTS FUNDS**

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Balance Sheet**  
**CAPITAL PROJECTS FUNDS (Non Major)**  
**December 31, 2006**

	<b>JAIL FUND 301</b>	<b>FIRE DEPARTMENT FUND 304</b>	<b>LIBRARY FUND 305</b>	<b>DETENTION HOME FUND 306</b>	<b>TOTAL (Schedule 7)</b>
<b>ASSETS</b>					
Cash	\$ 666,015	\$ 900,000	\$ 819,683	\$ 215,930	\$ 2,601,628
Ad valorem taxes receivable	-	-	-	197,268	197,268
Prepaid Expenses	-	-	1,000	-	1,000
<b>TOTAL ASSETS</b>	<b>\$ 666,015</b>	<b>\$ 900,000</b>	<b>\$ 820,683</b>	<b>\$ 413,198</b>	<b>\$ 2,799,896</b>
<b>LIABILITIES</b>					
Accounts Payable	\$ 11,256	\$ -	\$ 212,785	\$ -	\$ 224,041
<b>TOTAL LIABILITIES</b>	<b>\$ 11,256</b>	<b>\$ -</b>	<b>\$ 212,785</b>	<b>\$ -</b>	<b>\$ 224,041</b>
<b>FUND EQUITY</b>					
Fund balance					
Reserved for capital improvement	654,759	900,000	607,898	413,198	2,575,855
Total fund balance	654,759	900,000	607,898	413,198	2,575,855
<b>TOTAL FUND EQUITY</b>	<b>\$ 666,015</b>	<b>\$ 900,000</b>	<b>\$ 820,683</b>	<b>\$ 413,198</b>	<b>\$ 2,799,896</b>



**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**CAPITAL PROJECTS FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	<u>JAIL FUND 301</u>	<u>FIRE DEPARTMENT FUND 304</u>	<u>PUBLIC LIBRARY FUND 305</u>	<u>DETENTION HOME FUND 306</u>	<u>TOTAL (Schedule 8)</u>
<b>Revenues</b>					
Ad valorem tax	\$ -	\$ -	\$ -	\$ 203,764	\$ 203,764
Use of money and property	39,357	-	53,243	10,696	103,296
Total revenues	<u>39,357</u>	<u>-</u>	<u>53,243</u>	<u>214,460</u>	<u>307,060</u>
<b>Expenditures</b>					
Current:					
General government:					
Finance and administration	26,505	-	-	6,496	33,001
Public Safety	14,559	-	-	-	14,559
Total General Government	<u>41,064</u>	<u>-</u>	<u>-</u>	<u>6,496</u>	<u>47,560</u>
Capital Outlay	<u>1,752,311</u>	<u>-</u>	<u>480,244</u>	<u>-</u>	<u>2,232,555</u>
Total Expenditures	<u>1,793,375</u>	<u>-</u>	<u>480,244</u>	<u>6,496</u>	<u>2,280,115</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(1,754,018)	-	(427,001)	207,964	(1,973,055)
<b>Other financing sources</b>					
Transfers in	435,618	900,000	-	-	1,335,618
Total other financing sources	<u>435,618</u>	<u>900,000</u>	<u>-</u>	<u>-</u>	<u>1,335,618</u>
<b>Excess (deficiency) of revenues and other sources over expenditures</b>	(1,318,400)	900,000	(427,001)	207,964	(637,437)
<b>Fund balances at beginning of year</b>	<u>1,973,159</u>	<u>-</u>	<u>1,034,899</u>	<u>205,234</u>	<u>3,213,292</u>
<b>FUND BALANCES AT END OF YEAR</b>	\$ <u>654,759</u>	\$ <u>900,000</u>	\$ <u>607,898</u>	\$ <u>413,198</u>	\$ <u>2,575,855</u>

**NON-MAJOR ENTERPRISE FUNDS**

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Net Assets**  
**ENTERPRISE FUNDS (Non Major)**  
**December 31, 2006**

	GREEN ACRES SEWERAGE DISTRICT NO. 13 FUND 128	SOUTHEAST SEWERAGE DISTRICT NO. 3 FUND 152	EASTERN FOREST SEWERAGE DISTRICT NO. 14 FUND 158	INGLESIDE SEWERAGE DISTRICT FUND 159	WEST OUACHITA SEWERAGE DISTRICT NO. 16 FUND 185	TOTAL (Statement E)
<b>ASSETS</b>						
Cash	\$ 63,195	\$ 3	\$ 18,802	\$ 3	\$ 215	\$ 82,218
Receivables - trade	2,348	3,937	1,124	-	4,600	12,009
Prepays & other assets	-	5,743	-	-	-	5,743
Property, plant & equipment, net	77,551	1,162,925	138,599	-	765,370	2,144,445
<b>TOTAL ASSETS</b>	<b>\$ 143,094</b>	<b>\$ 1,172,608</b>	<b>\$ 158,525</b>	<b>\$ 3</b>	<b>\$ 770,185</b>	<b>\$ 2,244,415</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>Liabilities</b>						
Current liabilities						
Accounts payable and accrued expenses	\$ 7,546	\$ -	\$ -	\$ 104	\$ 9,485	\$ 17,135
Due to other funds	-	664	-	796	49,611	51,071
Current liabilities payable from restricted assets						
Customer deposits payable	50	-	-	-	-	50
Total liabilities	7,596	664	-	900	59,096	68,256
<b>Net Assets (deficit)</b>						
Invested in capital assets	77,551	1,162,925	138,599	-	765,370	2,144,445
Unrestricted (deficit)	57,947	9,019	19,926	(897)	(54,281)	31,714
Total net assets (deficit)	135,498	1,171,944	158,525	(897)	711,089	2,176,159
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 143,094</b>	<b>\$ 1,172,608</b>	<b>\$ 158,525</b>	<b>\$ 3</b>	<b>\$ 770,185</b>	<b>\$ 2,244,415</b>

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenses,**  
**and Changes in Net Assets**  
**ENTERPRISE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	GREEN ACRES SEWERAGE DISTRICT NO. 13 FUND 128	SOUTHEAST SEWERAGE DISTRICT NO. 3 FUND 152	EASTERN FOREST SEWERAGE DISTRICT NO. 14 FUND 158	INGLESIDE SEWERAGE DISTRICT FUND 159	WEST OUACHITA SEWERAGE DISTRICT NO. 16 FUND 185	TOTAL (Statement F)
<b>Operating revenues</b>						
Sewer service charges	\$ 5,683	\$ -	\$ -	\$ -	\$ 55,015	\$ 60,698
<b>Operating expenses</b>						
Depreciation	3,485	56,483	7,045	-	37,989	105,002
Utilities	140	-	-	884	34,081	35,108
Indirect cost allocation	736	50	-	-	1,126	1,912
Insurance	-	-	-	-	2,366	2,366
Maintenance and repairs	-	-	-	-	78,679	78,679
Treatment fees	9,799	-	-	-	-	9,799
Miscellaneous	-	28	-	13	7,201	7,242
Total operating expenses	14,160	56,561	7,045	897	161,445	240,108
<b>Operating income (loss)</b>	(8,477)	(56,561)	(7,045)	(897)	(106,430)	(179,410)
<b>Non-operating revenues</b>						
Interest earned	3,069	-	931	-	150	4,150
<b>Net increase (decrease) in net assets</b>	(5,408)	(56,561)	(6,114)	(897)	(106,280)	(175,260)
<b>Net assets at beginning of year, before restatement</b>	140,906	1,228,505	164,639	-	-	1,534,050
<b>Restatement (Note 15)</b>	-	-	-	-	817,369	817,369
<b>Net assets at beginning of year, restated</b>	140,906	1,228,505	164,639	-	817,369	2,351,419
<b>NET ASSETS (Deficits) AT END OF YEAR</b>	\$ 135,498	\$ 1,171,944	\$ 158,525	\$ (897)	\$ 711,089	\$ 2,176,159

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Cash Flows**  
**ENTERPRISE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	Green Acres Sewerage District No. 13 Fund 128	Southeast Sewerage District No. 3 Fund 152	Eastern Forest Sewerage District No. 14 Fund 158	Ingleside Sewerage District Fund 159	West Ouachita Sewerage District No. 16 Fund 185	Total (Statement G)
<b>Cash flows from operating activities</b>						
Receipts from customers	\$ 7,677	\$ -	\$ -	\$ -	\$ 54,073	\$ 61,750
Payments to suppliers for goods and services	(3,140)	(79)	-	(793)	(122,956)	(126,968)
Net cash provided (used) by operating activities	<u>4,537</u>	<u>(79)</u>	<u>-</u>	<u>(793)</u>	<u>(68,883)</u>	<u>(65,218)</u>
<b>Cash flows from capital and related financing activities</b>						
Receipts from other funds	-	82	-	796	49,611	50,489
Net cash provided by capital and related operating activities	<u>-</u>	<u>82</u>	<u>-</u>	<u>796</u>	<u>49,611</u>	<u>50,489</u>
<b>Cash flows from investing activities</b>						
Interest earnings	3,069	-	931	-	150	4,150
Net cash provided by investing activities	<u>3,069</u>	<u>-</u>	<u>931</u>	<u>-</u>	<u>150</u>	<u>4,150</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	7,606	3	931	3	(19,122)	(10,579)
<b>Cash at beginning of year</b>	55,589	-	17,871	-	19,337	92,797
<b>CASH AT END OF YEAR</b>	<u>\$ 63,195</u>	<u>\$ 3</u>	<u>\$ 18,802</u>	<u>\$ 3</u>	<u>\$ 215</u>	<u>\$ 82,218</u>
<b>Reconciliation of operating income to net cash used by operating activities</b>						
Operating income (loss)	\$ (8,477)	\$ (56,561)	\$ (7,045)	\$ (897)	\$ (106,430)	\$ (179,410)
Adjustments to reconcile operating loss to net cash provided by operating activities						
Depreciation	3,485	56,482	7,045	-	37,989	105,001
Change in assets and liabilities						
Receivables	1,994	-	-	-	(942)	1,052
Accounts payable	7,535	-	-	104	500	8,139
Net cash provided (used) by operating activities	<u>\$ 4,537</u>	<u>\$ (79)</u>	<u>\$ -</u>	<u>\$ (793)</u>	<u>\$ (68,883)</u>	<u>\$ (65,218)</u>
<b>Cash shown on schedule of net assets</b>	<u>\$ 63,195</u>	<u>\$ 3</u>	<u>\$ 18,802</u>	<u>\$ 3</u>	<u>\$ 215</u>	<u>\$ 82,218</u>

**NON-MAJOR INTERNAL SERVICE FUNDS**

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Statement of Net Assets**  
**INTERNAL SERVICE FUNDS (Non Major)**  
**December 31, 2006**

	<b>HEALTH AND DENTAL INSURANCE FUND 122</b>	<b>INSURANCE / GEN LIABILITY LOSS RESERVE FUND 123</b>	<b>WORKERS' COMPENSATION RESERVE FUND 130</b>	<b>TOTAL (Statement E)</b>
<b>ASSETS</b>				
Cash	\$ 4,713	\$ 2,451,330	\$ 795,819	\$ 3,251,862
Investments at market value	-	-	750,000	750,000
Receivables - other	206	95,168	225,388	320,762
Due from other governmental units	-	1,516	-	1,516
<b>TOTAL ASSETS</b>	<b>\$ 4,919</b>	<b>\$ 2,548,014</b>	<b>\$ 1,771,207</b>	<b>\$ 4,324,140</b>
<b>LIABILITIES AND NET ASSETS</b>				
<b>Liabilities</b>				
Accounts payable and accrued expenses	\$ 4,754	\$ 228,289	\$ 50,459	\$ 283,502
Deposits held	-	1,168	-	1,168
Other noncurrent liabilities	-	733,512	1,071,455	1,804,967
Total liabilities	4,754	962,969	1,121,914	2,089,637
<b>Net assets</b>				
Restricted for Insurance Claims	165	1,585,045	649,293	2,234,503
Total net assets	165	1,585,045	649,293	2,234,503
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 4,919</b>	<b>\$ 2,548,014</b>	<b>\$ 1,771,207</b>	<b>\$ 4,324,140</b>

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Revenues, Expenses,**  
**and Changes in Net Assets**  
**INTERNAL SERVICE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	HEALTH AND DENTAL INSURANCE FUND 122	INSURANCE / GEN LIABILITY LOSS RESERVE FUND 123	WORKERS' COMPENSATION RESERVE FUND 130	TOTAL (Statement F)
<b>Operating Revenues</b>				
Premiums	\$ 34,185	\$ 1,619,222	\$ 626,399	\$ 2,279,806
<b>Operating Expenses</b>				
Administrative expenses	29,677	15,500	18,625	63,802
Benefit payments and reinsurance	2,506	753,736	919,614	1,675,856
Total expenditures	<u>32,183</u>	<u>769,236</u>	<u>938,239</u>	<u>1,739,658</u>
<b>Operating income (loss)</b>	2,002	849,986	(311,840)	540,148
<b>Nonoperating revenues</b>				
Interest income	-	84,578	77,961	162,539
Other income	-	-	-	-
Total nonoperating revenues	<u>-</u>	<u>84,578</u>	<u>77,961</u>	<u>162,539</u>
<b>Changes in net assets</b>	2,002	934,564	(233,879)	702,687
<b>Net assets at beginning of year</b>	<u>(1,837)</u>	<u>650,481</u>	<u>883,172</u>	<u>1,531,816</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 165</u>	<u>\$ 1,585,045</u>	<u>\$ 649,293</u>	<u>\$ 2,234,503</u>



**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**  
**Combining Schedule of Cash Flows**  
**INTERNAL SERVICE FUNDS (Non Major)**  
**For the Year Ended December 31, 2006**

	HEALTH AND DENTAL INSURANCE FUND 122	INSURANCE/ GEN LIABILITY LOSS RESERVE FUND 123	WORKERS' COMPENSATION RESERVE FUND 130	TOTAL (Statement G)
<b>Cash flows from operating activities</b>				
Premiums received	\$ 254,906	\$ 1,586,239	\$ 590,310	\$ 2,431,455
Payments to suppliers for goods and services	(29,677)	(15,500)	(18,625)	(63,802)
Payments for claims	(852,119)	(570,803)	(648,342)	(2,071,264)
Net cash (used) by operating activities	(626,890)	999,936	(76,657)	296,389
<b>Cash flows from investing activities</b>				
Interest earnings	-	84,578	77,961	162,539
Net cash provided by investing activities	-	84,578	77,961	162,539
<b>Net increase in cash</b>	(626,890)	1,084,514	1,304	458,928
<b>Cash at beginning of year</b>	631,603	1,366,816	794,515	2,792,934
<b>CASH AT END OF YEAR</b>	<u>\$ 4,713</u>	<u>\$ 2,451,330</u>	<u>\$ 795,819</u>	<u>\$ 3,251,862</u>
<b>Reconciliation of operating income to net cash provided (used) by operating activities</b>				
Operating income (loss)	\$ 2,002	\$ 849,986	\$ (311,840)	\$ 540,148
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Change in assets and liabilities:				
Receivables	220,721	(32,983)	(36,089)	151,649
Prepaid expenses	-	576,037	93,836	669,873
Accounts payable	(849,613)	106,778	11,646	(731,189)
Noncurrent liabilities	-	(499,882)	165,790	(334,092)
Net cash provided (used) by operating activities	<u>\$ (626,890)</u>	<u>\$ 999,936</u>	<u>\$ (76,657)</u>	<u>\$ 296,389</u>
<b>Cash shown on statement of net assets</b>	<u>\$ 4,713</u>	<u>\$ 2,451,330</u>	<u>\$ 795,819</u>	<u>\$ 3,251,862</u>

**OUACHITA PARISH POLICE JURY**  
Monroe, Louisiana

**SUPPLEMENTAL INFORMATION SCHEDULES**

For the Year Ended December 31, 2006

***COMPENSATION PAID POLICE JURORS  
AND OTHER BOARDS***

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

**OUACHITA PARISH POLICE JURY**  
**Monroe, Louisiana**

**SCHEDULE OF POLICE JUROR COMPENSATION**  
**For the Year Ended December 31, 2006**

		<b>SALARY</b>
Hargrove, Paul	District A	\$ 14,400
Calhoun, Hugh "Mack"	District B	14,400
Caldwell, Walt, President	District C	14,400
Blade, Dorth	District D	14,400
Golden, Kimberly	District E	14,400
Dawson, King	District F	<u>14,400</u>
<b>TOTAL</b>		<b>\$ <u>86,400</u></b>

**SCHEDULE OF PROPRIETARY FUND BOARD COMPENSATION**  
**WEST OUACHITA SEWERAGE DISTRICT NO. 9**

**For the Year Ended December 31, 2006**

Beaird, David Lane	\$ 600
Dans, Steven L.	700
Ginn, David	<u>650</u>
<b>TOTAL</b>	<b>\$ <u>1,950</u></b>

**West Ouachita Sewerage District No. 9**  
**(A Component Unit of Ouachita Parish Police Jury)**  
**Schedule of Bond Disclosure Requirements**  
**For the Year Ended December 31, 2006**

<b>Board Member</b>	<b>Expiration of Term</b>
Lane Beard	Indefinite
Steven L. Dans	Indefinite
David Ginn	Indefinite

<b>Number of Customers</b>	
Residential	374
Commercial	1
Total	<u>375</u>

**Schedule of Changes in Restricted Assets**

	<b>Bond Sinking Fund</b>	<b>Bond Contingency Fund</b>	<b>Bond Reserve Fund</b>
Balance - January 1, 2006	\$ -	\$ 18,526	\$ 44,462
Add:			
Transfers from operating account	44,462	-	-
Interest earned	-	-	-
Total funds available	\$ 44,462	\$ 18,526	\$ 44,462
Less:			
Payment of principal and interest	(44,462)	-	-
Balance - December 31, 2006	\$ <u>-</u>	\$ <u>18,526</u>	\$ <u>44,462</u>

**Schedule 23**

**West Ouachita Sewerage District No. 9  
(A Component Unit of Ouachita Parish Police Jury)  
For the Year Ended December 31, 2006**

<b>Company</b>	<b>Risk Covered</b>	<b>Limits of Coverage</b>	<b>Expiration Date</b>
St. Paul Fire & Marine Ins. Co.	Primary Coverage	\$1 Million per occurrence \$2 Million in aggregate	01/01/2007
	Automobile Liability	\$1 Million per occurrence	01/01/2007
	Employee Theft	\$100,000 per occurrence	01/01/2007
	Excess Liability Coverage	\$2 Million in aggregate	01/01/2007

**REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS  
AND OMB CIRCULAR A-133**



Francis I. Huffman, CPA  
L. Fred Monroe, CPA  
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

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

**Ouachita Parish Police Jury  
Monroe, Louisiana**

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the **Ouachita Parish Police Jury** (the Police Jury), as of and for the year ended December 31, 2006, which collectively comprise the Police Jury's basic financial statements and have issued our report thereon dated June 29, 2007. We conducted our audits in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Louisiana Governmental Audit Guide*, issued by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor.

***Internal Control Over Financial Reporting***

In planning and performing our audits, we considered the Police Jury's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Police Jury's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Police Jury's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Police Jury's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Police Jury's financial statements that is more than inconsequential will not be prevented or detected by the Police Jury's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Police Jury's internal control.

**Ouachita Parish Police Jury  
Monroe, Louisiana**

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

We noted a certain matter involving the internal control over financial reporting that we have reported to management in a separate letter dated June 29, 2007.

***Compliance and Other Matters***

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

This report is intended for the information of management of the Ouachita Parish Police Jury, Federal awarding agencies and pass-through entities, other entities granting funds to the Police Jury, and the Legislative Auditor for the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties. Under Revised Statute 24.513, this report is distributed by the Legislative Auditor as a public document.



(A Professional Accounting Corporation)

June 29, 2007



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

**Ouachita Parish Police Jury  
Monroe, Louisiana**

**Compliance**

We have audited the compliance of the **Ouachita Parish Police Jury** (the Police Jury) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major Federal programs for the year ended December 31, 2006. The Police Jury's major Federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major Federal programs is the responsibility of the Police Jury's management. Our responsibility is to express an opinion on the Police Jury's compliance based on our audit.

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

In our opinion, the Police Jury complied, in all material respects, with the requirements referred to above that are applicable to each of its major Federal programs for the year ended December 31, 2006.

**Ouachita Parish Police Jury  
Monroe, Louisiana**

**Internal Control Over Compliance**

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

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Police Jury's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the Police Jury's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the Police Jury's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the Police Jury's internal control that might be significant deficiencies or material weaknesses as defined below. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

We noted a certain matter involving the internal control over financial reporting that we have reported to management in a separate letter dated June 29, 2007.

This report is intended solely for the information and use of, management of the Police Jury, Federal awarding agencies and pass-through entities and the Legislative Auditor of the State of Louisiana and is not intended to be used and should not be used by anyone other than these specified parties. However, under provisions of Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document



(A Professional Accounting Corporation)

June 29, 2007

**OUACHITA PARISH POLICE JURY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2006**

<b>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</b>	<b>CFDA No.</b>	<b>Pass-Through Grantor ID No.</b>	<b>Expenditures</b>
<b>Department of Agriculture</b>			
Passed Through Louisiana Department of Social Services:			
State Administrative Matching Grants for Food Stamp Program	10 561	355-301409	\$ 236,498
Passed Through Louisiana Department of Education:			
Special Milk Program for Children	10 556	N/A	933
<b>Total Department of Agriculture</b>			<u>237,431</u>
<b>Department of Health and Human Services</b>			
Passed Through the La Dept of Labor:			
Temporary Assistance for Needy Families	93 558	474-607670	<u>173,242</u>
<b>Department of Housing and Urban Development</b>			
Direct Programs:			
Section 8 Choice Voucher	14 871	N/A	2,445,102
Passed Through Louisiana Division of Administration:			
Community Development Block Grant	14 218	574362	<u>519,743</u>
<b>Total Department of Housing and Urban Development</b>			<u>2,964,845</u>
<b>Department of Justice</b>			
Direct Program:			
Drug Court Discretionary Grant Program	16 585	N/A	95,556
Grants to Encourage Arrest Policies and Enforcement of Protection Orders	16 590	N/A	<u>641,696</u>
<b>Total Department of Justice</b>			<u>737,252</u>
<b>Department of Labor</b>			
Passed Through the Louisiana Department of Labor:			
Workforce Investment Act (WIA):			
Adult Program	17 258	474-401189	293,692
Youth Program	17 259	474-401189	741,196
Youth 5% Funds	17 259	474-401189	155,327
Dislocated Worker Program	17 260	474-401189	<u>857,305</u>
<b>Total Department of Labor</b>			<u>2,047,520</u>
<b>Department of Transportation</b>			
Passed Through the Louisiana Department of Transportation and Development:			
Highway Planning and Construction	20 205	700-24-0087	<u>329,037</u>
<b>Department of Homeland Security</b>			
Passed Through State of Louisiana Office of			
Homeland Security and Emergency Preparedness:			
State Domestic Preparedness Equipment Support Grant	97 067	2003-TE-CX-0001	584,906
Hazard Mitigation Grant Program	97 039	HMPG1437-073-001	37,500
Disaster Voucher Program	97 N/A	N/A	165,180
Emergency Management Performance Grants	97 042	EMF-13-01 ALG	<u>47,309</u>
<b>Total Federal Emergency Management Agency</b>			<u>834,895</u>
<b>Total Federal Awards Expended</b>			\$ <u>7,324,222</u>

See Notes to Schedule of Expenditures of Federal Awards

**OUACHITA PARISH POLICE JURY  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**Note 1 - General**

The accompanying Schedule of Expenditures of Federal Awards presents the activities of all Federal awards of the Ouachita Parish Police Jury (the Police Jury). The Police Jury primary government reporting entity is defined in Note 1 to the Police Jury's financial statements. All Federal awards received directly from Federal agencies as well as Federal awards passed through other government agencies are included on the schedule.

**Note 2 - Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the Police Jury's primary government financial statements.

**Note 3 - Loans Outstanding**

The Police Jury has loans outstanding under Federal loan or loan guarantee award programs of was \$92,859 at December 31, 2006.

**Note 4 - Relationship of the Schedule of Expenditures of Federal Awards to the Primary Government Financial Statements**

Intergovernmental revenues – Federal Grants totaling \$7,324,222 recorded in the Governmental Funds represent the Federal Awards expended by the Police Jury for the year ended December 31, 2006.

The reconciliation of Workforce Investment Act expenditures per the Schedule of Expenditures of Federal Awards to federal revenue on Schedule 10 is as follows:

	<u>Adult</u>	<u>Youth</u>	<u>Dislocated Worker</u>	<u>Youth 5% Funds</u>	<u>Administration</u>
Expenditures Per Award Schedule	\$ 293,692	\$ 741,196	\$ 857,305	\$ 155,327	\$ -
Administrative Funds	(31,639)	(79,848)	(92,356)	-	203,843
Revenues per Schedule 10	<u>\$ 262,053</u>	<u>\$ 661,348</u>	<u>\$ 764,949</u>	<u>\$ 155,327</u>	<u>\$ 203,843</u>

**OUACHITA PARISH POLICE JURY  
MONROE, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**Section I. Summary of Auditors' Results**

**Financial Statements**

Type of auditors' report issued:  
adverse for reporting entity;  
unqualified on all other opinion units

Internal control over financial reporting:

- Material weaknesses identified? \_\_\_\_\_ Yes X No
- Significant deficiencies identified that  
are not considered to be material  
weaknesses? \_\_\_\_\_ Yes X None  
Reported

Noncompliance material to financial statements  
noted?

\_\_\_\_\_ Yes X No

**Federal Awards**

- Material weaknesses identified? \_\_\_\_\_ Yes X No
- Significant deficiencies identified that  
are not considered to be material  
weaknesses? \_\_\_\_\_ Yes X None  
Reported

Type of auditors' report on compliance for major  
programs: Unqualified

Any audit findings disclosed that are required to be  
reported in accordance with Section 510(a) of  
Circular A-133?

\_\_\_\_\_ Yes X No

**OUACHITA PARISH POLICE JURY  
MONROE, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**Identification of major programs:**

<u>CFDA Number</u>	<u>Name of Federal Program</u>
14.218	Community Development Block Grant
16.590	Grants to Encourage Arrest Policies and Enforcement of Protection Orders
17.258	WIA-Adult
17.259	WIA-Youth
17.260	WIA-Dislocated Worker
20.205	Highway Planning and Construction
97.067	State Domestic Preparedness Equipment Support Grant

Dollar threshold used to distinguish between Type A and Type B programs was  
\$300,000

Auditee qualified as low-risk auditee?                           Yes                X   No

**Section II. Findings related to the financial statements that are required to be reported  
under *Government Auditing Standards*:**

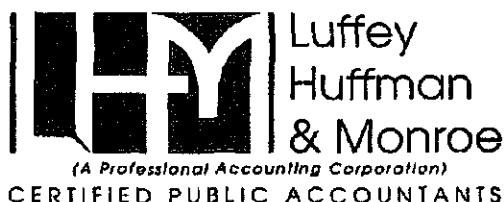
None reported.

**Section III. Findings or questioned costs for Federal awards, including those specified by  
OMB Circular A-133:**

None reported.

**OUACHITA PARISH POLICE JURY  
MONROE, LOUISIANA  
SUMMARY STATUS OF PRIOR AUDIT FINDINGS**

There were no findings included in Luffey, Huffman, & Monroe's (A Professional Accounting Corporation) audit report dated June 9, 2006 covering the examination of the primary government financial statements of the Ouachita Parish Police Jury (the Police Jury) as of and for the year ended December 31, 2005. In addition, a management letter was not issued.



Francis I. Huffman, CPA  
L. Fred Monroe, CPA  
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

## MANAGEMENT LETTER

**Members of the Police Jury  
Ouachita Parish Police Jury  
Monroe, Louisiana**

In planning and performing our audit of the primary government financial statements of the **Ouachita Parish Police Jury** (the Police Jury) as of and for the year ended December 31, 2006 we considered its internal controls in order to determine our auditing procedures for purposes of expressing our opinion on the basic financial statements and not to provide assurance on the internal controls or overall compliance with laws and regulations.

However, during our audit we became aware of certain matters that are opportunities for strengthening internal controls and the overall environment for compliance with laws and regulations. This letter will summarize our comments and suggestions regarding those matters. This letter does not affect our report dated June 29, 2007 on the basic financial statements of the Police Jury.

### Grant Activity

During our tests of various federal grant activities, we experienced difficulty in obtaining complete and accurate information regarding certain grant information such as, program title, Catalog of Federal Domestic Assistance (CFDA) number, funding sources of grants and documentation for grant awards. The Ouachita Parish Police Jury (the Police Jury) does not have a centralized system for grant administration within the Treasurer's department to ensure that all pertinent information relating to its federal grants are readily available. In order to prepare the Schedule of Expenditures of Federal Awards, the staff of the Treasurer's office had to gather information from a variety of different locations including the Workforce Investment Board (WIB), the Section 8 Housing department and the Police Jury's contract engineer.

The WIB staff has done a very good job in requesting funds more often than once a month through the Letter of Credit Request, which has resulted in minimizing the use of Police Jury funds for Federal programs. The Treasurer's department provides the WIB staff with a monthly detail of expenditures recorded in the general ledger for each program which is to be reimbursed. The WIB staff files an Expenditures Report once a month for each of the Workforce Investment Act (WIA) programs which reflect the monthly expenditures and the expenditures from inception to date for each program.

We encountered some difficulties in comparing the monthly expenditures on the expenditures report with the expenditures recorded on the general ledger for the WIA programs.



**Ouachita Parish Police Jury  
Monroe, Louisiana  
Management Letter**

Someone within the Treasurer's Office should be designated to be responsible for establishing a centralized grant register. Information included in the centralized grant register should include, program title, CFDA number, pass-through grantor number, if applicable, funding sources of grants and documentation for grant awards. Other information that should be compiled would be summaries of individual grant revenues and expenditures and reconciliations of expenditures per the general ledger with the expenditures being reimbursed. When preparing the Schedule of Expenditures of Federal Awards, care should be taken to ensure that the schedule is complete to include the Program Title, CFDA Number, Pass-through Grantor Number, if any, and amount of expenditures of federal funds. The Schedule of Expenditures of Federal Awards should be updated throughout the year to capture the basic grant information. The final expenditures amount would be completed after the year is concluded.

All Expenditure Reports prepared by WIB staff should be forwarded to the Treasurer's Office for review before being submitted. Personnel within the Treasurer's department should reconcile monthly Expenditure Reports to the expenditures per the general ledger to ensure that all Expenditure Reports are for current expenditures and that all expenditures are included. Any discrepancies should be resolved before being submitted.

**Management's Corrective Action Plan:**

The Ouachita Parish Police Jury acknowledges the importance of the issues described in the management letter. It is worth pointing out that there is no mention of funds being misapplied or misappropriated. However, in the Workforce Investment issue, the funds being used are not being reported to the State in a manner consistent with the recording of transactions in the general ledger. Grant awards and corresponding documents have been filed in the offices of the departments receiving the grants and were not readily available in the Treasurer's Office. Although neither the State nor the Federal government make it a practice to put the CFDA number on their awards, we realize the importance of the number in identifying the grants' special conditions.

The Ouachita Parish Police Jury agrees that there needs to be a centralized grant register within the Treasurer's Office and will assign an accountant to this task. We will strive to ascertain the CFDA number for each Federal grant awarded to or passed through the Ouachita Parish Police Jury.

We will change the reporting of and requesting of reimbursements for the Workforce Investment funds in order to obtain consistency in reporting, requesting funds and general ledger transactions.



(A Professional Accounting Corporation)

June 29, 2007