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**Caldwell Parish Police Jury
Columbia, Louisiana**

**Primary Government Financial Statements
With Independent Auditor's Report
As of and for the Year Ended
December 31, 2004
With Supplemental Information Schedules**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the 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 7-13-05



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Columbia, Louisiana**

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As of and for the Year Ended
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C O N T E N T S

	<u>Statement</u>	<u>Page</u>
Required Supplemental Information (Part I) Management's Discussion and Analysis		4
Independent Auditor's Report		7

Basic Financial Statements

Government-Wide Financial Statements:

Statement of Net Assets	A	10
Statement of Activities	B	11

Fund Financial Statements:

Governmental Funds:

Balance Sheet	C	12
Statement of Revenues, Expenditures, and Changes in Fund Balances	D	14

Fiduciary Fund - Sales Tax Agency Fund

Statement of Net Assets	E	16
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Notes to the Financial Statements		18
-----------------------------------	--	----

	<u>Schedule</u>	<u>Page</u>
Required Supplemental Information (Part II) Budget Comparison Schedules - Major Funds	1	34

Other Supplemental Schedules

Non-Major Governmental Funds:

Combining Balance Sheet	2	39
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Caldwell Parish Police Jury
 Columbia, Louisiana
 Table of Contents (Contd.)

	<u>Schedule</u>	<u>Page</u>
<u>Other Supplemental Schedules (Contd.)</u>		
Non-Major Governmental Funds (Contd):		
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances	3	40
Special Revenue Funds:		
Combining Balance Sheet	4	42
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances	5	43
Debt Service Funds:		
Combining Balance Sheet	6	45
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances	7	46
Capital Projects Funds:		
Combining Balance Sheet	8	48
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances	9	49
Schedule of Compensation Paid Elected Officials	10	51
<u>Other Reports</u>		
Report on Compliance and Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance <i>Government Auditing Standards</i>		54
Schedule of Findings and Questioned Costs	11	56
Status of Prior Audit Findings	12	57

Required Supplemental Information (Part I)
Management's Discussion and Analysis

**Caldwell Parish Police Jury
Columbia, Louisiana**

**Management's Discussion and Analysis
December 31, 2004**

As management of the Caldwell Parish Police Jury, we offer readers of the Caldwell Parish Police Jury's financial statements this narrative overview and analysis of the financial activities of the Caldwell Parish Police Jury for the year ended December 31, 2004. We encourage readers to consider the information presented here, in conjunction with the basic financial statements, and the supplementary information provided in this report in assessing the efficiency and effectiveness of our stewardship of public resources.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Caldwell Parish Police Jury's basic financial statements. The Caldwell Parish Police Jury's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements The government-wide financial statements are designed to provide readers with a broad overview of the Caldwell Parish Police Jury's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Caldwell Parish Police Jury's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Caldwell Parish Police Jury is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of 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, earned but annual leave).

Fund Financial Statements. 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. The Caldwell Parish Police Jury, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Caldwell Parish Police Jury are included in one category - governmental funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because of the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for

governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Caldwell Parish Police Jury maintains thirteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Road Maintenance Fund, the Criminal Court Fund, the Solid Waste Fund, the Blacktop Road Fund, the Hospital Sinking Fund and the Bayou Dechene Reservoir Community Development Block Grant capital projects fund which all are considered major funds. Data from the other six funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules in the *Other Supplemental Schedules* section of the report.

The Caldwell Parish Police Jury adopts annual appropriated budgets for the General Fund and all special revenue funds. Budgetary comparison schedules are provided in the *Required Supplemental Information (Part II)* for the major funds to demonstrate compliance with those budgets.

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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain other supplemental information concerning the Caldwell Parish Police Jury. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplemental information section.

Government-Wide Financial Analysis As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. At the close of the fiscal year, assets of the Caldwell Parish Police Jury exceeded liabilities by \$12,539,195. The largest portion of the Caldwell Parish Police Jury's net assets reflects its investment in capital assets. These assets are not available for future spending. Although the investment in capital assets is reported net of any related debt, the resources needed to repay this debt must be provided from other sources.

Financial Analysis of the Government's Funds Caldwell Parish Police Jury uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term revenue, expenditures, and balances of expendable resources. This information is used in assessing the financing requirements of the police jury. Unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2004, combined governmental fund balances of \$4,562,014 showed an increase of \$211,820 over December 31, 2003. The General Fund's balance of \$947,754 is higher than the 2003 balance of \$934,109.

Budgetary Highlights

Differences between the bottom line of the original budgets and the final budgets were relatively small.

General Fund. Revenues in line items such as ad valorem taxes, interest income, occupational license and timber severance were lower than anticipated while general severance, and sales tax revenues were higher than anticipated. Expenditures were lower than expected in office supplies, prisoner maintenance and election expense.

Road Maintenance Fund. Revenues came in higher than anticipated in the areas of sales tax, and transfer in from blacktop road fund whereas expenditures were higher than anticipated in areas such as fuel, material and supplies and culvert expense.

Criminal Court Fund. Revenues increased during the last two quarters of the year but the fund still required a transfer in from the general fund while the expenditures remained rather consistent.

Blacktop Road Fund. Revenues from the transfers in from waste management surplus were higher than anticipated while the expenditures came in lower than anticipated.

While the actual revenues and expenditures did vary significantly during the year from the original budgeted amounts in several funds, the budgets were amended to reflect this and the amendments were formally adopted by the police jury.

Capital Asset and Debt Administration

Capital Assets. The Caldwell Parish Police Jury's investment in capital assets for its governmental activities as of December 31, 2004, amounts to \$8,080,634 (net accumulated depreciation). This investment includes land, buildings and improvements, furniture, equipment, and construction in progress. The increase in capital assets for the year was \$2,714,843. Reductions in capital assets for the year ended December 31, 2004 was \$230,341.

Long-Term Debt. At the end of the year, Caldwell Parish Police Jury had total long-term debt of \$103,453, which consisted of accrued and unused employee annual leave and certificates of indebtedness. This represents a decrease of \$130,703, over the previous year and is due, in part, to the paying off of several certificates of indebtedness and a reduction in compensated absences.

Economic Factors and Next Year's Budgets

The police jury's financial plan for this upcoming year is well underway since the adoption of a realistic budget that meets the needs of the parish while protecting the long-term financial stability of the parish.

With the successful renewal of a 10 year 5.39 mills property tax for acquiring, constructing, improving, operating and or maintaining of public recreational facilities in Caldwell Parish the recreation fund should be remaining solvent for this upcoming year. Also with the road and bridge construction that is underway in the Parish as a result of the four laning of U.S. Highway 165, sales tax collections will hopefully be on an upward trend in the upcoming year.

Our main focus during the year 2005 will be monitoring expenditures, which will aid in assuring the fiscal security of the Caldwell Parish Police Jury.

Requests for Information

This financial report is designed to be a summary of the Caldwell Parish Police Jury's finances. If there are any questions regarding any information, a request can be made in writing to the Caldwell Parish Police Jury, at PO Box 1737, Columbia, Louisiana 71418 Our telephone number is (318) 649-2681.

Independent Auditor's Report

MEMBER AMERICAN
INSTITUTE OF CERTIFIED
PUBLIC ACCOUNTANTS

SOCIETY OF LOUISIANA
CERTIFIED PUBLIC
ACCOUNTANTS

PRACTICE LIMITED TO
GOVERNMENTAL
ACCOUNTING, AUDITING
AND FINANCIAL REPORTING

Caldwell Parish Police Jury
Columbia, Louisiana

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Caldwell Parish Police Jury as of and for the year ended December 31, 2004, which collectively comprise the basic financial statements of the parish's primary government as listed in the table of contents. These financial statements are the responsibility of Caldwell Parish Police Jury's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

The financial statements referred to above include only the primary government of Caldwell Parish which consist of all funds, organizations, institutions, agencies, departments, and offices that comprise the police jury's legal entity. The financial statements do not include financial data of the police jury's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the parish's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of Caldwell Parish as of December 31, 2004, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In my opinion, the financial statements referred to above present fairly, in all material respects, *the financial position of the governmental activities, major funds, and the aggregate remaining fund information* for the primary government of Caldwell Parish as of December 31, 2004, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

477 HIGHWAY 847,
COLUMBIA,
LOUISIANA 71418
TELEPHONE
318.649.0892
FAX 318.649.2465
EMAIL vrcoon@aol.com

Caldwell Parish Police Jury
Columbia, Louisiana
Independent Auditor's Report,
December 31, 2004

As discussed in Note 1, the police jury has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, as of December 31, 2004.

Management's discussion and analysis on pages 4 through 6 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Caldwell Parish Police Jury's basic financial statements. The other supplementary information schedules on pages 34 through 39 are presented for the purpose of additional analysis and are not a required part of the basic financial statements. Those schedules, and the budgetary comparison schedules on pages 30 through 32 which are supplementary information required by the Governmental Accounting Standards Board, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are presented fairly in all material respects in relation to the basic financial statements taken as a whole.



Columbia, Louisiana
May 17, 2005

Basic Financial Statements

Statement A

Caldwell Parish Police Jury
 Columbia, Louisiana
 Governmental Activities
 Statement of Net Assets
 December 31, 2004

Assets	
Cash and cash equivalents	\$3,791,170
Receivables	1,066,851
Due from other agencies	558
Capital assets (net)	<u>8,080,634</u>
Total Assets	<u>\$12,939,213</u>
Liabilities	
Accounts payable	\$141,482
Contracts payable	69,287
Due to other agencies	15,159
Deferred revenues	18,242
Matured bonds and interest	52,395
Compensated absences	84,453
Certificates of indebtedness	<u>19,000</u>
Total Liabilities	<u>\$400,018</u>
Net Assets	
Invested in capital assets, net of related debt	\$8,009,239
Unrestricted	<u>4,529,956</u>
Total Net Assets	<u>\$12,539,195</u>

See accompanying notes to basic financial statements.

Statement B

Caldwell Parish Police Jury
Columbia, Louisiana
Statement of Activities
For the Year Ended December 31, 2004

Functions - Governmental Activities:	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
General government	\$830,179	\$144,398	\$27,516		(\$658,265)
Public safety	379,203	85,110	\$37,885	\$19,663	(236,545)
Public works	1,704,467		241,213	2,625,865	1,162,611
Health and welfare	133,982	12,627	149,924		28,569
Culture and recreation	96,111		25,368		(70,743)
Economic development and assistance	111,089		787		(110,302)
Transportation	19,238				(19,238)
<i>Total governmental activities</i>	<u>\$3,274,269</u>	<u>\$242,135</u>	<u>\$482,693</u>	<u>\$2,645,528</u>	<u>96,087</u>

General revenues:

Property taxes levies for:	
General purposes	197,903
Public works	223,929
Health and welfare	55,366
Culture and recreation	142,784
Economic development and assistance	140,890
Sales & use taxes levied for:	
General purposes	186,386
Public works	1,130,298
Other taxes, penalties, and interest	14,014
Grants and contributions not restricted to specific programs	348,825
Licenses and permits	94,680
Unrestricted investment earnings	26,005
Other	12,397
Special item - loss on transfer of assets	(48,640)
Total general revenues	<u>2,524,837</u>
Change in net assets	2,620,924
Net assets at beginning of year	<u>9,918,271</u>
Net assets at end of year	<u>\$12,539,195</u>

See accompanying notes to basic financial statements.

Statement C

Caldwell Parish Police Jury
Columbia, Louisiana
Governmental Funds
Balance Sheet
December 31, 2004

	General	Road Maintenance	Criminal Court	Solid Waste	Blacktop Road	Hospital Sinking	Bayou Dechene Reservoir	Columbia Heights LCDBG Grant	Other Governmental Funds	Total Governmental Funds
Assets										
Cash and equivalents	\$680,245	\$203,275	\$4,767	\$685,447	\$905,307	\$120,451	\$6,924	\$22,042	\$1,162,712	\$3,791,170
Receivables	261,593	259,869	9,830				25,938	31,486	478,135	1,066,851
Due from other funds	47,732									47,732
Due from other agencies	558									558
Total Assets	\$990,128	\$463,144	\$14,597	\$685,447	\$905,307	\$120,451	\$32,862	\$53,528	\$1,640,847	\$4,906,311
Liabilities and Fund Balances										
Liabilities:										
Accounts payable	\$22,438	\$10,959	\$7,627	\$32,256	\$1,127		\$25,938	\$36,211	\$41,137	\$141,482
Contracts payable									33,076	69,287
Due to other funds		2,234	28,742	16,756						47,732
Due to other agencies	15,159								\$8,115	15,159
Deferred revenues	4,777	5,350				\$52,395				18,242
Matured bonds and interest						52,395				52,395
Total Liabilities	42,374	18,543	36,369	49,012	1,127	52,395	25,938	36,211	82,328	344,297
Fund balances:										
Reserved for debt service						68,056			153,339	221,395
Reserved for solid waste collection and disposal				500,000						500,000
Unreserved - undesignated	947,754	444,601	(21,772)	136,435	904,180		6,924	17,317	1,405,180	3,840,619
Total Fund Balances	947,754	444,601	(21,772)	636,435	904,180	68,056	6,924	17,317	1,558,519	4,562,014
Total Liabilities and Fund Balances	\$990,128	\$463,144	\$14,597	\$685,447	\$905,307	\$120,451	\$32,862	\$53,528	\$1,640,847	\$4,906,311

See accompanying notes to basic financial statements.

Caldwell Parish Police Jury
Columbia, Louisiana
Reconciliation of Governmental Funds Balance Sheet to
Statement of Net Assets
December 31, 2004

Total fund balance - governmental funds	\$4,562,014
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources	8,080,634
Some liabilities, including compensated absences and certificates of indebtedness are not due and payable in the current period and are therefore not reported in the funds	<u>(103,453)</u>
Net assets of governmental activities	<u>\$12,539,195</u>

See accompanying notes to basic financial statements.

Caldwell Parish Police Jury
Columbia, Louisiana
Governmental Funds

Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2004

	General	Road Maintenance	Criminal Court	Solid Waste	Blacktop Road	Hospital Sinking	Bayou Dechene Reservoir	Columbia Heights LCDBG Grant	Other Governmental Funds	Total Governmental Funds
Revenues										
Taxes:										
Ad valorem	\$113,125	\$223,929							\$423,818	\$760,872
Sales and use	186,386	120,248		\$1,010,050						1,316,684
Other taxes, penalties, and interest	12,759	339							\$916	14,014
Licenses and permits	94,680									94,680
Intergovernmental revenues:										
Federal funds	46,404							\$31,486	170,123	248,013
State funds:										
Severance taxes	346,899									346,899
State revenue sharing	12,761	25,555							16,124	54,440
Parish transportation		139,461								139,461
Fire insurance rebate	30,232									30,232
Rural development grants	50,450									50,450
Reservoir construction							\$2,361,969		72,094	2,361,969
Other	18,617							31,500		90,711
Local funds										31,500
Fees, charges, and commissions for services	1,824		\$8,582						97,737	108,143
Fines and forfeitures			130,892						3,100	133,992
Use of money and property	26,005	1,422		10,068	\$23,653	\$2,595			25,027	88,770
Other revenues	11,197	34,130	426				6,924		19,126	71,803
Total revenues	951,339	545,084	139,900	1,020,118	23,653	2,595	2,368,893	62,986	828,065	5,942,633
Expenditures										
Current:										
General government:										
Legislative	88,303								5,658	88,303
Judicial	60,536									226,971
Executive	110,752									110,752
Elections	44,108									44,108
Finance and administrative	32,372								3,884	36,256
Other general government	175,919								140,036	315,955

Public safety	212,771	596,991	394,961	409,932	92,457	305,228
Public works	9,291					1,411,175
Health and welfare	86,642				45,850	132,492
Culture and recreation					107,603	107,603
Economic development and assistance	25,845				79,206	105,051
Transportation	19,238					19,238
Debt service					114,038	114,038
Capital outlay	52,761				254,444	2,714,843
Total expenditures	<u>918,538</u>	<u>596,991</u>	<u>394,961</u>	<u>409,932</u>	<u>843,176</u>	<u>5,732,013</u>
Excess (deficiency) of revenues over expenditures	<u>32,801</u>	<u>(51,907)</u>	<u>625,157</u>	<u>(386,279)</u>	<u>(15,111)</u>	<u>210,620</u>
Other Financing Sources (Uses)						
Insurance recovery	1,200					1,200
Operating transfers in		152,703		650,000	30,000	853,059
Operating transfers out	<u>(20,356)</u>		<u>(650,000)</u>	<u>(152,703)</u>	<u>(30,000)</u>	<u>(853,059)</u>
Total other financing sources (uses)	<u>(19,156)</u>	<u>152,703</u>	<u>(650,000)</u>	<u>497,297</u>	<u>NONE</u>	<u>1,200</u>
Net Change in Fund Balances	13,645	100,796	(24,843)	111,018	(15,111)	211,820
Fund Balances - Beginning	934,109	343,805	661,278	793,162	1,573,630	4,350,194
Fund Balances - Ending	<u>\$947,754</u>	<u>\$444,601</u>	<u>\$636,435</u>	<u>\$904,180</u>	<u>\$1,558,519</u>	<u>\$4,562,014</u>

See accompanying notes to basic financial statements.

Caldwell Parish Police Jury
Columbia, Louisiana
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2004

Net change in fund balances - total governmental funds	\$211,820
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$2,714,843) exceeded depreciation (\$379,017) in the current period.	2,335,826
Governmental funds report the retirement of long-term debt as an expenditure. However, in the government-wide financial statements, that amount representing principal on long term debt is not treated as an expense but is instead applied against outstanding long-term debt on the Statement of Net Assets.	108,000
Some items reported in the statement of activities, such as a net decrease in compensated absences, do not require the use of current financial resources, nor do they provide any, and therefore are not reported as expenditures or revenues in the governmental funds.	13,918
Some expenses reported in the statement of activities, such as a loss on the sale or disposal of capital assets, also do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	<u>(48,640)</u>
Change in net assets of governmental activities	<u>\$2,620,924</u>

See accompanying notes to basic financial statements.

Statement E

Caldwell Parish Police Jury
Columbia, Louisiana
Fiduciary - Sales Tax Agency Fund
Statement of Net Assets
December 31, 2004

Assets

Cash

\$3,131

Liabilities

Collections due to other agencies

\$3,131

See accompanying notes to basic financial statements.

Notes to the Financial Statements

**Caldwell Parish Police Jury
Columbia, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended December 31, 2004**

Introduction

Caldwell Parish Police Jury is the parish governing authority governed by an elected board referred to as the "police jury." (similar to county boards in other states) and is a political subdivision of the State of Louisiana. The police jury is governed by seven police jurors representing the various districts within the parish. The jurors are elected by the voters of their respective districts and serve four-year terms. The current terms of jurors expire in January 2008. Jurors receive compensation for their service on the police jury as provided by Louisiana Revised Statute 33:1233.

Caldwell Parish, established by act 48 of the Louisiana Legislature in 1838, is located in the northeast part of the state and occupies 529 square miles of land with a population of 10,560 residents, based on the last census. State law gives the police jury various powers and functions in regulating and directing the affairs of the parish and its inhabitants. The more notable of those are the power to make regulations for their own government, the construction and maintenance of roads and bridges, drainage systems, sewerage, solid waste disposal, fire protection, recreation and parks, parish prison construction and maintenance, road lighting and marking, water works, health units, hospitals, provide for the health and welfare of the poor, disadvantaged, and unemployed, economic development, tourism and regulate the sale of alcoholic beverages in the parish. The police jury also houses and maintains the Courts and the offices of the Assessor, Clerk of Court, Registrar of Voters, District Attorney and the Sheriff. Funding to accomplish these tasks is provided by ad valorem taxes, sales taxes, beer and alcoholic beverage permits, parish licenses, state revenue sharing, severance taxes and various other state and federal grants.

In accomplishing its objectives the police jury has 31 employees (3 in the central office, 1 in the courthouse, 2 in the 911 office, 11 (full & part time) in the recreation department and 14 in public works) In addition to maintaining drainage and bridges in the parish, the police jury currently maintains 398 miles of parish roads (111 miles of asphalt and 287 miles of gravel or unimproved).

The police jury also has the authority to create special districts (component units) within the parish to help in fulfilling its functions. The districts perform specialized functions, such as fire protection, water distribution, sewerage collection and disposal, drainage control, library facilities, and health care facilities.

In June, 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements and Management's Discussion and analysis for State and Local Governments*. Certain of the significant changes in the statements include the following:

- For the first time the financial statements include:
 - A Management Discussion and Analysis (MD&A) providing an analysis of the police jury's overall financial position and results of operations.
 - Financial statements prepared using full accrual accounting for all of the police jury's activities, including infrastructure (roads).

Caldwell Parish Police Jury
 Columbia, Louisiana
 Notes to the Financial Statements (Continued)

- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to the financial statements). The police jury has elected to implement the general provisions of the Statement in the current year, including the reporting of infrastructure roads and bridges.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the jury is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the police jury may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. In accordance with GASB Statement 14, the reporting entity for Caldwell Parish consist of the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

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

1. Appointing a voting majority of an organization's governing body, and:
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations 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 Caldwell Parish reporting entity:

<u>Component Unit</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Thirty-Seventh Judicial District Criminal Court	December 31	2 & 3
Gravity Drainage District #1	December 31	1 & 3
Columbia Heights Waterworks District #1	December 31	1 & 3
East Columbia Waterworks District	December 31	1 & 3

Caldwell Parish Police Jury
 Columbia, Louisiana
 Notes to the Financial Statements (Continued)

<u>Component Unit</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Columbia Heights Sewerage District	December 31	1 & 3
Kelly Waterworks District	October 31	1 & 3
Crossroad Water System	December 31	1 & 3
East Columbia Sewerage District	December 31	1 & 3
Columbia Heights Fire District	December 31	1 & 3
Columbia Eastside Fire District	December 31	1 & 3
Caldwell Parish:		
Sheriff	June 30	2 & 3
Assessor	December 31	2 & 3
Clerk of Court	December 31	2 & 3
Library	December 31	1 & 3
Hospital Service District #1	December 31	1 & 3
Housing Authority	December 31	1 & 3
Airport Authority	December 31	1 & 3
Fire Protection District #1	December 31	1 & 3
Recreation District	December 31	1 & 3

Considered in the determination of component units of the reporting entity was the Caldwell Parish School Board, the District Attorney for the Thirty-Seventh Judicial District, the Thirty-Seventh Judicial District Court and the various municipalities in the parish. It was determined that these governmental entities are not component units of Caldwell Parish reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of Caldwell Parish Police Jury.

GASB Statement 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. However, the primary government's (police jury's) financial statements are not a substitute for the reporting entity's financial statements. The accompanying primary government financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental units.

The police jury has chosen to issue financial statements of the primary government (police jury) only; therefore, none of the previously listed component units, except as discussed in the following paragraph, are included in the accompanying primary government financial statements. These financial statements are not intended to and do not report on the Caldwell Parish reporting entity but rather are intended to reflect only the financial statements of the primary government (police jury).

The primary government financial statements include all funds, account groups, and organizations for which the police jury maintains the accounting records. The organizations for which the police jury maintains the accounting records are considered part of the primary government (police jury) and include the Caldwell Parish Recreation District and the Thirty-Seventh Judicial District Criminal Court.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and, where applicable, proprietary and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and, where applicable, major individual enterprise funds are reported as separate columns in the fund financial statements.

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are proprietary and fiduciary fund financial statements, where applicable. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Ad valorem taxes, state revenue sharing, and federal and state grants are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the police jury.

Caldwell Parish Police Jury
Columbia, Louisiana
Notes to the Financial Statements (Continued)

The police jury's current year financial statements include the following major governmental funds:

The General Fund is the police jury's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Road Maintenance Fund accounts for the maintenance of the parish highways, roads, bridges, and drainage systems. Financing is provided by the State of Louisiana Parish Transportation Fund, sales and use taxes, a specific Parish wide ad valorem tax, and state revenue sharing funds, and interest earning.

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

The Solid Waste Fund accounts for the collection and disposal of solid waste in the parish. Financing is provided by a specific parish wide sales and use tax. In accordance with the tax proposition, any available revenues of the fund, in excess of \$500,000 are transferred to the Blacktop Road Fund to be used for asphalt road maintenance and improvements.

The Hospital Sinking Fund accumulated monies for retirement of a March 6, 1978, bond issue used to construct the parish hospital. All bonds and interest have matured. The balance sheet of the fund reflects those bonds and interest coupons which have matured but have not been redeemed.

The Bayou Dechene Reservoir Capital Projects Fund accounts for engineering and construction work at Bayou DeChene. Construction of the Bayou Dechene reservoir is funded by the Louisiana Department of Transportation through a cooperative endeavor agreement with the police jury.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The police jury has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Caldwell Parish Police Jury
 Columbia, Louisiana
 Notes to the Financial Statements (Continued)

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the police jury's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Deposits and Investments

The police jury's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. State law allows the police jury to invest in collateralized certificates of deposits, government backed securities, commercial paper, the Louisiana Asset Management Pool (a state sponsored investment pool), and mutual funds consisting solely of government backed securities. Currently, all investments of the police jury consist of short term certificates of deposit with local banks. Investments for the police jury are reported at fair value.

D. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources

All property tax receivables are shown net of an allowance for uncollectibles. Ad valorem taxes are assessed on a calendar year basis and attach as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15th. Ad valorem taxes become delinquent if not paid by December 31st. The taxes are normally collected in December of the current year and January and February of the ensuing year. The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish wide taxes:			
General Maintenance	4.00	3.87	Indefinite
Health Unit Maintenance	2.01	1.94	2007
Road Maintenance and Construction	8.14	7.75	2009
Courthouse and Jail Maintenance	3.11	2.96	2010
Industrial Park and E991 Operation	2.06	1.96	2010

Caldwell Parish Police Jury
 Columbia, Louisiana
 Notes to the Financial Statements (Continued)

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Recreation Maintenance	5.00	4.89	2005
Economic Development	3.08	3.02	2007

The difference between authorized and levied millage is the result of reassessments of taxable property within the parish as required by Article 7, Section 18 of the Louisiana Constitution of 1974. The following are the principal taxpayers for the parish and their 2004 assessed valuation (amounts expressed in thousands):

	<u>2004 Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>
Texas Gas Transmission Corp.	\$2,589	6.40%
Entergy Louisiana, Inc.	1,721	4.25%
Plum Creek Timber Company, LP	1,529	3.78%
Homeland Federal Savings Bank	1,135	2.80%
BellSouth	1,048	2.59%
Caldwell Bank & Trust Company	896	2.21%
Sustainable Forests, LLC	716	1.77%
Ward's Chevrolet-Oldsmobile, Inc.	928	2.29%
Union Pacific Railroad	739	1.83%
Centennial Pipeline, LLC	725	1.79%
Total	<u>\$12,026</u>	<u>29.71%</u>

Sales Taxes Caldwell Parish has a four per cent sales and use tax. One per cent (parish wide) is dedicated to the Caldwell Parish School Board. Of the remaining three per cent, one per cent (parish wide) is dedicated to debt service and operations of the parish hospital (Citizens Medical Center). The parish hospital tax was passed by voters on April 2, 1977, for an indefinite period. One per cent (parish wide, excluding the Town of Columbia) is dedicated to maintenance and construction of roads and bridges and fire protection (0.25 per cent), and solid waste collection/disposal and blacktop roads (0.75 per cent). The road, bridge, fire protection, and solid waste tax was passed on October 19, 1985, for an indefinite period. One per cent (parish wide) is dedicated to operations of the parish General Fund (0.25 per cent) and; to solid waste collection and disposal, with any surplus, after establishing a reserve of \$500,000 for solid waste purposes, to be used for the establishment of a blacktop road fund for constructing, maintaining, improving, and resurfacing hard surface roads (0.75 per cent). The solid waste and General Fund tax was passed on October 3, 1992, for an indefinite period and was rededicated to the above purposes at a special election held on March 12, 1996.

The police jury has an agreement with the Concordia Parish School Board to collect parish sales taxes. The school board's tax department provides collection services for a fee of one and one-quarter per cent of amounts actually collected, plus the cost of travel, supplies, and postage. Taxes collected for maintaining and constructing roads and bridges, fire protection and solid waste collection and disposal, and

Caldwell Parish Police Jury
 Columbia, Louisiana
 Notes to the Financial Statements (Continued)

General Fund operations are deposited directly in the police jury's sales tax account. The police jury (Sales Tax Agency Fund) distributes the taxes to other funds and agencies on a monthly basis, after deducting the above costs of collection.

E. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads and bridges) are reported in the governmental activities column in the government-wide financial statements. Capital assets are capitalized at historical cost. The cost of infrastructure assets (roads and bridges) acquired prior to 2004 are based on current replacement cost adjusted to their year of acceptance into the parish road system using the U.S. Department of Labor's producer price index. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The police jury maintains a threshold level of \$1,000 or more for capitalizing assets.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend their useful lives are not capitalized.

All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	Estimated Lives
Infrastructure roads and bridges	30 - 40 Years
Buildings and improvements	20 - 40 Years
Furniture and fixtures	5 - 10 Years
Vehicles	3 - 7 Years
Heavy equipment	5 - 10 Years
Other equipment	5 - 15 Years

F. Compensated Absences

The following policies relating to vacation and sick leave are currently in effect:

Employees of the police jury and recreation district receive 14 days of annual leave each year with a maximum accumulation of 30 to 45 days, depending on their length of service. Employees earn 10 days of sick leave each year and may accumulate sick leave without limitation. Upon termination, retirement, or resignation, employees are paid for accumulated unused annual and sick leave up to a maximum of 90 or 105 days, depending on their years of service.

Employees of the Thirty-Seventh Judicial District Criminal Court earn from one to two weeks of annual leave and 10 to 15 days of sick leave each year, depending on their length of service. Annual and sick leave cannot be accumulated.

The entire compensated absence liability, determined in accordance with the provisions of GASB Codification Section C60, is reported on the government-wide financial statements. For governmental fund

Caldwell Parish Police Jury
Columbia, Louisiana
Notes to the Financial Statements (Continued)

financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported in the governmental funds.

G. Long-Term Obligations

In the government-wide financial statements long-term obligations, such as compensated absences, are reported as liabilities in the applicable governmental activities. In the fund financial statements, governmental fund types recognize long-term obligations only to the extent that they will be paid with current resources

H. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

I. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events within the control of the police jury, which are either unusual in nature or infrequent in occurrence.

J. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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 amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

2. CASH AND CASH EQUIVALENTS

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 principal offices in Louisiana. At December 31, 2004, the police jury has cash and cash equivalents (book balances) totaling \$3,791,170, as follows:

Demand deposits	\$1,029,793
Time deposits	<u>2,761,377</u>
Total	<u>\$3,791,170</u>

Caldwell Parish Police Jury
 Columbia, Louisiana
 Notes to the Financial Statements (Continued)

These deposits are stated at cost, which approximates market. The police jury does not have a formal deposit credit risk policy, however, under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Cash and cash equivalents (bank balances) at December 31, 2004, are \$3,879,284. Custodial credit risk is the risk that in the event of a bank failure, the police jury's deposits may not be returned to it. As of December 31, 2004, \$386,853 of the police jury's deposits were secured by federal deposit insurance, leaving \$3,492,431 exposed to custodial credit risk. Those deposits were collateralized with \$4,421,394 in securities owned by the fiscal agent banks, and held by a third party bank in the fiscal agent bank's name.

Even though the pledged securities are subject to custodial credit risk, state law (LSA-R.S. 39:1229) imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the police jury that the fiscal agent has failed to pay deposited funds upon demand. Further, LSA-R.S. 39:1224 provides that securities held by a third party shall be deemed to be held in the police jury's name.

3. RECEIVABLES

The receivables of \$1,066,851 at December 31, 2004, are as follows:

	General Fund	Special Revenue Funds	Capital Projects Funds	Total
Ad valorem taxes	\$110,979	\$645,807		\$756,786
Other taxes, penalties and interest	2,827			2,827
Federal grants	15,159		\$64,562	79,721
State grants	132,618	48,209	25,938	206,765
Accounts and other	10	20,742		20,752
Total	<u>\$261,593</u>	<u>\$714,758</u>	<u>\$90,500</u>	<u>\$1,066,851</u>

4. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At December 31, 2004, the General Fund had \$47,732, due from the following funds:

Road Maintenance	\$2,234
Criminal Court	28,742
Solid Waste	<u>16,756</u>
Total	<u>\$47,732</u>

Caldwell Parish Police Jury
 Columbia, Louisiana
 Notes to the Financial Statements (Continued)

All balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers during the year were as follows:

	Transfers From				Total
	General	Solid Waste	Blacktop Road	Non-Major Funds	
Transfers To Road Maintenance			\$152,703		\$152,703
Criminal Court	\$20,356				20,356
Blacktop Road		\$650,000			650,000
Non-Major Funds				\$30,000	30,000
Total	<u>\$20,356</u>	<u>\$650,000</u>	<u>\$152,703</u>	<u>\$30,000</u>	<u>\$853,059</u>

Transfers from the Solid Waste Fund to the Blacktop Road Fund are done in accordance with the sales tax proposition to fund asphalt road construction and improvements. Transfers from the General Fund to the Criminal Court Fund are done to provide additional support due to insufficient revenues. Transfers from the Blacktop Road Fund to the Road Maintenance Fund are made to cover asphalt road improvement expenses.

5. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended December 31, 2004, is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets not being depreciated:				
Land	\$289,006	50,000		339,006
Construction in progress	<u>2,393,638</u>	<u>\$2,558,098</u>		<u>4,951,736</u>
Total capital assets not being depreciated	<u>2,682,644</u>	<u>2,608,098</u>	<u>NONE</u>	<u>5,290,742</u>
Capital assets being depreciated:				
Infrastructure:				
Roads	45,383,010			45,383,010
Bridges	642,997			642,997
Buildings and improvements	3,104,228	25,821	(187,176)	2,942,873
Heavy Equipment	946,282	44,510		990,792
Vehicles	1,011,709	25,630		1,037,339
Public works equipment	63,460			63,460
Office furniture and equipment	283,213	10,784	(43,165)	250,832
Total capital assets being depreciated	<u>51,434,899</u>	<u>106,745</u>	<u>(230,341)</u>	<u>51,311,303</u>

Caldwell Parish Police Jury
Columbia, Louisiana
Notes to the Financial Statements (Continued)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Less accumulated depreciation for:				
Infrastructure:				
Roads	(\$43,735,775)	(\$174,386)		(\$43,910,161)
Bridges	(635,381)	(1,572)		(636,953)
Buildings and improvements	(2,654,977)	(18,372)	\$152,463	(2,520,886)
Heavy Equipment	(586,680)	(94,231)		(680,911)
Vehicles	(513,950)	(69,216)		(583,166)
Public works equipment	(33,032)	(6,011)		(39,043)
Office furniture and equipment	(164,300)	(15,229)	29,238	(150,291)
Total accumulated depreciation	<u>(48,324,095)</u>	<u>(379,017)</u>	<u>181,701</u>	<u>(48,521,411)</u>
Total capital assets being depreciated (net)	<u>3,110,804</u>	<u>(272,272)</u>	<u>(48,640)</u>	<u>2,789,892</u>
Total capital assets (net)	<u>\$5,793,448</u>	<u>\$2,335,826</u>	<u>(\$48,640)</u>	<u>\$8,080,634</u>

Depreciation expense for the year was charged to the following governmental functions:

	<u>Amount</u>
General government	\$5,404
Public safety	73,759
Public works (including depreciation on infrastructure)	294,097
Health and welfare	788
Culture and recreation	4,969
Total	<u>\$379,017</u>

6. LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the year ended December 31, 2004;

	<u>Certificates of Indebtedness</u>	<u>Compensated Absences</u>	<u>Total</u>
Long-term obligations at January 1 st	\$127,000	\$106,956	\$233,956
Additions		46,223	46,223
Deductions	(108,000)	(66,375)	(174,375)
Adjustment		(2,551)	(2,551)
Long-term obligations at December 31 st	<u>\$19,000</u>	<u>\$84,253</u>	<u>\$103,253</u>

As discussed in Note 1-F, upon separation from service employees are paid for accumulated leave at their then current rate of pay. The adjustment is for the purpose of adjusting the ending liability for ending pay rates and limitations on the hours for which an employee will be paid.

7. RETIREMENT SYSTEM

Substantially all employees of the Caldwell Parish Police Jury are members of the Parochial Employees Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two 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 twenty-eight 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 before 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 before January 1, 1980, plus 3 per cent of final-average salary for each salary for each year of service credited after the revision date. Final average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefits accrued to their date of termination. The system also provides death and disability benefits. Benefits are established or amended by state statute.

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

Under Plan A, members are required by state statute to contribute 9.50 per cent of their annual covered salary and the Caldwell Parish Police Jury is required to contribute at an actuarially determined rate. The current rate is 11.75 per cent of annual covered payroll. Contributions to the system also include one-fourth of one per cent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Caldwell Parish Police Jury are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Caldwell Parish Police Jury's contributions to the System under Plan A for the years ending December 31, 2004, 2003, and 2002, were \$80,511, \$50,865, and \$47,889, respectively, equal to the required contributions for each year.

8. RISK MANAGEMENT

The police jury is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; liability; and injuries to employees and others. To handle such risk of loss, the police jury maintains commercial insurance policies covering; automobile liability and medical payments; workers compensation; general liability;

and surety bond coverage on the secretary/ treasurer and other employees handling money. No claims were paid on any of the policies during the past three years which exceeded the policies' coverage amounts.

9. LITIGATION

At December 31, 2004, the police jury is involved in several lawsuits, the resolution of which would not materially affect the financial position of the police jury.

10. FUND DEFICIT

At December 31, 2004, the Criminal Court special revenue fund has a deficit fund balance of \$21,772. The police jury, district court judge, and district attorney are closely monitoring the fund and reducing expenditures to eliminate the deficit.

11. DEFERRED REVENUE

Deferred revenue shown on Statement C consist of ad valorem taxes paid under protest. Forty percent of all such taxes received are recorded as deferred revenue and placed in an interest bearing escrow account pending judicial settlement. If the taxpayer prevails, the escrow funds will be used to refund that amount ordered by the court. If the taxpayer does not prevail, the taxes held in escrow will be recognized as revenue at that time.

12. BAYOU DECHENE RESERVIOR

As discussed in Note 1B, the police jury has a cooperative endeavor agreement with the Louisiana Department of Transportation and Development whereby the police jury is constructing the reservoir with grant funds provided by the department. Once construction is complete, the police jury will transfer title to the reservoir, including all responsibility and liability, to the Louisiana Department of Culture and Tourism who will assume responsibility for operation and maintenance of the facility. At December 31, 2004, the police jury had expended \$4,648,862 of grant funds on the project, which is included in construction in progress in Note 5.

Required Supplemental Information (Part II)

**Caldwell Parish Police Jury
Columbia, Louisiana**

**Required Supplementary Information
Budgetary Comparison Schedules for Major Funds
For the Year Ended December 31, 2004**

Preliminary budgets for the ensuing year are prepared by the secretary/treasurer prior to November of each year. During November, the finance committee reviews the proposed budgets and makes changes as they deem appropriate. The availability of the proposed budgets for public inspection and the date of the public hearing on the budgets are then advertised in the official journal. During its regular December meeting, the police jury holds a public hearing on the proposed budget 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 regular December meeting, and a notice is published in the official journal.

During the year, the police jury receives monthly budget comparison statements which are used as a tool to control the operations of the parish. The secretary/treasurer presents necessary budget amendments to the police jury during the year when, in his judgement, actual operations are differing materially from those anticipated in the original budget. The jury, during a regular meeting, reviews the proposed amendments, makes changes as they feel necessary, and formally adopts the amendments. The adoption of the amendments is included in police jury minutes published in the official journal.

The police jury exercises budgetary control at the function level. Unexpended appropriations lapse at year end and must be reappropriated in the next year's budget to be expended.

For the year ended December 31, 2004, modified accrual based budgets were adopted for the General Fund and all special revenue funds. Budgetary comparison schedules include the original budgets and all subsequent amendments

Caldwell Parish Police Jury
Columbia, Louisiana
Budgetary Comparison Schedule - General Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues				
Taxes:				
Ad valorem	\$175,000	\$103,718	\$113,125	\$9,407
Sales and use	175,000	187,518	186,386	(1,132)
Other taxes, penalties, & interest	11,800	10,424	12,759	2,335
Licenses and permits	82,000	93,625	94,680	1,055
Intergovernmental revenues:				
Federal funds - federal grants	39,400	49,400	46,404	(2,996)
State funds:				
Severance taxes	255,000	293,001	346,899	53,898
State revenue sharing (net)	13,400	13,186	12,761	(425)
Fire insurance rebate	27,000	30,232	30,232	
Rural development	95,000	102,450	50,450	(52,000)
Other	680	19,044	18,617	(427)
Fees, charges, and commissions for services	2,550	1,987	1,824	(163)
Use of money and property	47,000	12,739	26,005	13,266
Other revenues		24,651	11,197	(13,454)
Total revenues	<u>923,830</u>	<u>941,975</u>	<u>951,339</u>	<u>9,364</u>
Expenditures				
Current:				
General government:				
Legislative	86,155	88,415	88,303	112
Judicial	67,387	74,002	60,536	13,466
Executive	111,688	111,575	110,752	823
Elections	41,041	35,587	44,108	(8,521)
Finance and administrative	33,500	68,355	32,372	35,983
Other general government	281,036	209,834	175,919	33,915
Public safety	139,676	200,466	212,771	(12,305)
Public works		20,884	9,291	11,593
Health and welfare	50,000	51,125	86,642	(35,517)
Transportation	20,580	19,135	19,238	(103)
Economic development and assistance	98,665	25,887	25,845	42
Capital outlay		96,510	52,761	43,749
Total expenditures	<u>929,728</u>	<u>1,001,775</u>	<u>918,538</u>	<u>83,237</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(5,898)</u>	<u>(59,800)</u>	<u>32,801</u>	<u>92,601</u>

(Continued)

Schedule 1

Caldwell Parish Police Jury
 Columbia, Louisiana
 Budgetary Comparison Schedule - General Fund
 For the Year Ended December 31, 2004

Other Financing Sources (Uses)

Insurance recovery		\$1,200	\$1,200
Operating transfers out	(\$20,356)	(20,356)	
Total other financing sources (uses)	<u>NONE</u>	<u>(20,356)</u>	<u>1,200</u>
Excess of Revenues and Other Sources Over			
Expenditures and other Uses	(\$5,898)	(80,156)	13,645
Fund Balance - Beginning	<u>818,677</u>	<u>818,677</u>	<u>934,109</u>
Fund Balance - Ending	<u><u>\$812,779</u></u>	<u><u>\$738,521</u></u>	<u><u>\$947,754</u></u>
		<u><u>\$209,233</u></u>	

(Continued)

Caldwell Parish Police Jury
Columbia, Louisiana
Budgetary Comparison Schedule
Road Maintenance Special Revenue Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Ad valorem	\$195,000	\$208,297	\$223,929	\$15,632
Sales and use	110,000	123,655	120,248	(3,407)
Other taxes, penalties and interest	650	339	339	
Intergovernmental revenues - state funds:				
State revenue sharing (net)	26,800	26,371	25,555	(816)
Parish transportation funds	128,000	117,482	139,461	21,979
Use of money and property	2,000	1,267	1,422	155
Other revenues	20,000	30,691	34,130	3,439
Total revenues	<u>482,450</u>	<u>508,102</u>	<u>545,084</u>	<u>36,982</u>
Expenditures				
Current - Public Works:				
Personal services	359,329	400,282	411,792	(11,510)
Operating services	55,329	43,630	44,156	(526)
Materials and supplies	157,000	147,940	141,043	6,897
Total expenditures	<u>571,658</u>	<u>591,852</u>	<u>596,991</u>	<u>(5,139)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(89,208)</u>	<u>(83,750)</u>	<u>(51,907)</u>	<u>31,843</u>
Other Financing Sources				
Operating transfers in	<u>NONE</u>	<u>152,703</u>	<u>152,703</u>	
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(89,208)	68,953	100,796	31,843
Fund Balance - Beginning	<u>89,208</u>	<u>89,209</u>	<u>343,805</u>	<u>254,596</u>
Fund Balance - Ending	<u>NONE</u>	<u>\$158,162</u>	<u>\$444,601</u>	<u>\$286,439</u>

(Continued)

Schedule 1

Caldwell Parish Police Jury
 Columbia, Louisiana
 Budgetary Comparison Schedule
 Solid Waste and Blacktop Road Special Revenue Funds
 For the Year Ended December 31, 2004

	Solid Waste Fund			Blacktop Road Fund			Variance With Final Budget Positive (Negative)
	Budgeted Amounts Original	Final	Actual	Budgeted Amounts Original	Final	Actual	
Revenues							
Taxes - Sales and use	\$965,000	\$1,022,085	\$1,010,050				(\$12,035)
Intergovernmental revenues - Federal - Section 8 housing	15,000	11,000	10,068	\$15,000	\$22,921	\$23,653	732
Use of money and property	980,000	1,033,085	1,020,118	15,000	22,921	23,653	732
Total revenues							
Expenditures							
Current - public works:							
Operating services:							
Waste collection and disposal fees	384,000	395,242	389,668				5,574
Chip and seal contracts				600,000	162,279	154,166	8,113
Other	3,650	5,293	5,293	2,300	13,481	13,481	
Materials and supplies				200,000	240,611	237,750	2,861
Hot and cold mix					4,535	4,535	
Other							
Total expenditures	387,650	400,535	394,961	802,300	420,906	409,932	10,974
Excess (Deficiency) of Revenues over Expenditures	592,350	632,550	625,157	(787,300)	(397,985)	(386,279)	11,706
Other Financing Sources (Uses)							
Operating transfers in				550,000	650,000	650,000	
Operating transfers out	(550,000)	(650,000)	(650,000)		(152,703)	(152,703)	
Total other financing sources (uses)	(550,000)	(650,000)	(650,000)	550,000	497,297	497,297	

**Excess (Deficiency) of Revenues
and Other Sources over
Expenditures and Other Uses**

Fund Balance - Beginning	42,350	(17,450)	(24,843)	(7,393)	(237,300)	99,312	111,018	11,706
	<u>674,561</u>	<u>674,561</u>	<u>661,278</u>	<u>(13,283)</u>	<u>500,735</u>	<u>500,735</u>	<u>793,162</u>	<u>292,427</u>
Fund Balance - Ending	<u>\$716,911</u>	<u>\$657,111</u>	<u>\$636,435</u>	<u>(\$20,676)</u>	<u>\$263,435</u>	<u>\$600,047</u>	<u>\$904,180</u>	<u>\$304,133</u>

(Concluded)

Other Supplemental Schedules

Caldwell Parish Police Jury
Columbia, Louisiana
Non-Major Governmental Funds
Combining Balance Sheet
December 31, 2004

	Special Revenue	Debt Service	Capital Projects	Total Other Governmental Funds
Assets				
Cash and equivalents	\$1,009,373	\$153,339		\$1,162,712
Receivables	445,059		\$33,076	478,135
Total Assets	<u>\$1,454,432</u>	<u>\$153,339</u>	<u>\$33,076</u>	<u>\$1,640,847</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$41,137			\$41,137
Contracts payable			\$33,076	33,076
Deferred revenues	8,115			8,115
Total Liabilities	<u>49,252</u>	<u>NONE</u>	<u>33,076</u>	<u>82,328</u>
Fund balances:				
Reserved for debt service		\$153,339		153,339
Unreserved - undesignated	1,405,180			1,405,180
Total Fund Balances	<u>1,405,180</u>	<u>153,339</u>	<u>NONE</u>	<u>1,558,519</u>
Total Liabilities and Fund Balances	<u>\$1,454,432</u>	<u>\$153,339</u>	<u>\$33,076</u>	<u>\$1,640,847</u>

Caldwell Parish Police Jury
Columbia, Louisiana
Non-Major Governmental Funds
Combining Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2004

	Special Revenue	Debt Service	Capital Projects	Total Other Governmental Funds
Revenues				
Taxes:				
Ad valorem	\$423,818			\$423,818
Other taxes, penalties, and interest	916			916
Intergovernmental revenues:				
Federal funds	19,663		\$150,460	170,123
State funds:				
State revenue sharing	16,124			16,124
Other		\$72,094		72,094
Fees, charges, and commissions for services	97,737			97,737
Fines and forfeitures	3,100			3,100
Use of money and property	21,895	3,132		25,027
Other revenues	19,126			19,126
Total revenues	<u>602,379</u>	<u>75,226</u>	<u>150,460</u>	<u>828,065</u>
Expenditures				
Current:				
General government:				
Judicial	5,658			5,658
Finance and administrative		3,884		3,884
Other general government	140,036			140,036
Public safety	92,457			92,457
Health and welfare	45,850			45,850
Culture and recreation	107,603			107,603
Economic development and assistance	79,206			79,206
Debt service	20,775	93,263		114,038
Capital outlay	103,984		150,460	254,444
Total expenditures	<u>595,569</u>	<u>97,147</u>	<u>150,460</u>	<u>843,176</u>
Excess (deficiency) of revenues over expenditures	<u>6,810</u>	<u>(21,921)</u>	<u>NONE</u>	<u>(15,111)</u>
Other Financing Sources (Uses)				
Operating transfers in	30,000			30,000
Operating transfers out	(30,000)			(30,000)
Total other financing sources (uses)	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>
Net Change in Fund Balances	6,810	(21,921)	NONE	(15,111)
Fund Balances - Beginning	<u>1,398,370</u>	<u>175,260</u>	<u>NONE</u>	<u>1,573,630</u>
Fund Balances - Ending	<u>\$1,405,180</u>	<u>\$153,339</u>	<u>NONE</u>	<u>\$1,558,519</u>

Caldwell Parish Police Jury
Columbia, Louisiana
Supplemental Information Schedules
as of and for the Year Ended December 31, 2004

Non-Major Special Revenue Funds

Courthouse and Jail Maintenance Fund

The Courthouse and Jail Maintenance Fund accounts for the maintenance and operation of the parish courthouse and jail. Financing is provided by a parish wide ad valorem tax.

Industrial Operation Fund

The Industrial Operation Fund accounts for the maintenance of the parish-owned industrial district. Financing is provided by a parish wide ad valorem tax. Any excess of funds over a \$50,000 reserve in the fund can be used for improving, maintaining, and operating the parish 911 emergency communications system.

Recreation Fund

The Recreation Fund accounts for the maintenance of the parish-owned recreation facility. Financing is provided by a parish wide ad valorem tax, state revenue sharing, interest earnings, dues, fees, and commissions.

Health Unit Maintenance Fund

The Health Unit Maintenance Fund accounts for the maintenance and operation of the parish health unit. Financing is provided by a parish wide ad valorem tax.

Witness Fee Fund

The Witness Fee Fund pays witness fees for law enforcement officers who appear in court while off-duty. Financing is made available through court costs designated for this purposes.

911 Fund

The 911 Fund accounts for the establishment, maintenance and operation of the 911 emergency telephone system for Caldwell Parish. Financing is provided by a 5 per cent service charge on local telephone service within the parish.

Industrial Inducement

The industrial Inducement Fund accounts for the development and promotion of industry in the parish which will improve job availability and economic conditions. Financing is provided by a parish wide ad valorem tax.

Caldwell Parish Police Jury
 Columbia, Louisiana
 Non-Major Special Revenue Funds

Combining Balance Sheet, December 31, 2004

	Courthouse and Jail Maintenance	Industrial Operation	Recreation	Health Unit Maintenance	Witness Fee	911 Emergency	Industrial Inducement	Total
Assets								
Cash and equivalents	\$88,425	\$79,111	\$285,386	\$300,090	\$3,358	\$251,529	\$1,474	\$1,009,373
Receivables	84,884	56,207	150,821	55,633	375	10,538	86,601	445,059
Total Assets	<u>\$173,309</u>	<u>\$135,318</u>	<u>\$436,207</u>	<u>\$355,723</u>	<u>\$3,733</u>	<u>\$262,067</u>	<u>\$88,075</u>	<u>\$1,454,432</u>
Liabilities and Fund Equity								
Liabilities:								
Accounts payable	\$9,512	\$2,145	\$6,247	\$16,887		\$3,041	\$3,305	\$41,137
Protested taxes	2,045	1,351	3,381	1,338				8,115
Total Liabilities	<u>11,557</u>	<u>3,496</u>	<u>9,628</u>	<u>18,225</u>	<u>NONE</u>	<u>3,041</u>	<u>3,305</u>	<u>49,252</u>
Fund Equity - fund balances - unreserved - undesignated	161,752	131,822	426,579	337,498	\$3,733	259,026	84,770	1,405,180
Total Liabilities And Fund Equity	<u>\$173,309</u>	<u>\$135,318</u>	<u>\$436,207</u>	<u>\$355,723</u>	<u>\$3,733</u>	<u>\$262,067</u>	<u>\$88,075</u>	<u>\$1,454,432</u>

Caldwell Parish Police Jury
Columbia, Louisiana
Non-Major Special Revenue Funds

Combining Schedule of Revenues, Expenditures,
And Changes in Fund Balances
For the Year Ended December 31, 2004

	Courthouse and Jail Maintenance	Industrial Operation	Recreation	Health Unit Maintenance	Witness Fee	911 Emergency	Industrial Inducement	Total
Revenues								
Taxes:								
Ad valorem	\$84,778	\$55,359	\$142,784	\$55,366			\$85,531	\$423,818
Other taxes, penalties and interest	130	86	214	85			401	916
Intergovernmental:								
Federal grant - domestic preparedness			16,124			\$19,663		19,663
State funds - revenue sharing								16,124
Fees, charges, and commissions for services			12,627			85,110		97,737
Fines and forfeitures					\$3,100			3,100
Use of money and property	719	777	4,244	12,549		3,606		21,895
Other revenues	13,610	10	1,459			4,047		19,126
Total revenues	99,237	56,232	177,452	68,000	3,100	112,426	85,932	602,379
Expenditures								
Current:								
General government:								
Judicial	140,036				5,658			5,658
Other general government						92,457		140,036
Public safety								92,457
Health and Welfare				45,850				45,850
Culture and recreation			107,603					107,603
Economic development							61,776	79,206
Debt service		17,430					20,775	20,775
Capital outlay	8,500		50,000	25,821		19,663		103,984
Total expenditures	148,536	17,430	157,603	71,671	5,658	112,120	82,551	595,569

Excess (Deficiency) of Revenues over Expenditures	(49,299)	38,802	19,849	(3,671)	(2,558)	306	3,381	6,810
Other Financing Sources								
Operating transfers in (out)		(30,000)				30,000		NONE
Excess (Deficiency) of Revenues and Other Sources over Expenditures	(49,299)	8,802	19,849	(3,671)	(2,558)	30,306	3,381	6,810
Fund Balance - Beginning	211,051	123,020	406,730	341,169	6,291	228,720	81,389	1,398,370
Fund Balance - Ending	<u>\$161,752</u>	<u>\$131,822</u>	<u>\$426,579</u>	<u>\$337,498</u>	<u>\$3,733</u>	<u>\$259,026</u>	<u>\$84,770</u>	<u>\$1,405,180</u>

Caldwell Parish Police Jury
Columbia, Louisiana
Supplemental Information Schedules
As of and for the Year Ended December 31, 2004

Non-Major Debt Service Funds

Health Unit Sinking Fund

The Health Unit Sinking Fund accumulates monies for retirement of the 1994 certificates of indebtedness issued to construct the parish health unit. Financing is provided by transfers from Health Unit Maintenance Fund.

Health Unit Bond Reserve

The Health Unit Bond Reserve Fund maintains a minimum reserve of \$50,000 as required by the 1995 certificates of indebtedness to be used solely for the purpose of paying principal and interest on certificates which would otherwise be in default.

Caldwell Parish Police Jury
Columbia, Louisiana
Non-Major Debt Service Funds

Combining Balance Sheet, December 31, 2004

	<u>Health Unit Sinking</u>	<u>Health Unit Bond Reserve</u>	<u>Total</u>
Assets			
Cash and cash equivalents	<u>\$67,896</u>	<u>\$85,443</u>	<u>\$153,339</u>
Liabilities and Fund Equity			
Liabilities	NONE	NONE	NONE
Fund Equity - fund balances - Reserved for debt service	<u>\$67,896</u>	<u>\$85,443</u>	<u>153,339</u>
Total Liabilities And Fund Equity	<u>\$67,896</u>	<u>\$85,443</u>	<u>\$153,339</u>

Caldwell Parish Police Jury
Columbia, Louisiana
Non-Major Debt Service Funds

Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended December 31, 2004

	Health Unit Sinking	Health Unit Reserve	Total
Revenues			
State funds	\$72,094		\$72,094
Use of money and property		\$3,132	3,132
Total revenues	<u>72,094</u>	<u>3,132</u>	<u>75,226</u>
Expenditures			
General government - finance and administrative	3,884		3,884
Debt service:			
Principal	90,000		90,000
Interest and other charges	3,263		3,263
Total expenditures	<u>97,147</u>	NONE	<u>97,147</u>
Excess (Deficiency) of Revenues over Expenditures	(25,053)	3,132	(21,921)
Fund Balances - Beginning	<u>92,949</u>	<u>82,311</u>	<u>175,260</u>
Fund Balances - Ending	<u>\$67,896</u>	<u>\$85,443</u>	<u>\$153,339</u>

Caldwell Parish Police Jury
Columbia , Louisiana
Supplemental Information Schedules
as of and for the Year Ended December 31, 2004

Non-Major Capital Projects Funds

**Louisiana Community Development
Block Grant Funds**

Louisiana Community Development Block Grant (LCDBG) funds account for the construction and improvements to fire protection facilities and water systems. Financing is provided by grants from the United States Department of Housing and Urban Development through the Louisiana Governor's Office - Division of Administration.

Caldwell Parish Police Jury
Columbia, Louisiana
Non-Major Capital Projects Funds

Combining Balance Sheet, December 31, 2004

	LCDBG LASTEP GRANT 598540	LCDBG LASTEP GRANT 590104	LCDBG LASTEP GRANT 606522	<u>TOTAL</u>
Assets				
Grants receivable	<u>\$17,180</u>	<u>\$9,896</u>	<u>\$6,000</u>	<u>\$33,076</u>
Liabilities				
Contracts payable	<u>\$17,180</u>	<u>\$9,896</u>	<u>\$6,000</u>	<u>\$33,076</u>

Caldwell Parish Police Jury
 Columbia, Louisiana
 Non-Major Capital Projects Funds

Combining Schedule of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended December 31, 2004

	LCDBG LASTEP GRANT 598540	LCDBG LASTEP GRANT 590104	LCDBG LASTEP GRANT 606522	TOTAL
Revenues				
Intergovernmental - federal grants	\$54,999	\$74,226	\$21,235	\$150,460
Expenditures				
Capital outlay	54,999	74,226	21,235	150,460
Excess of Revenues over Expenditures	NONE	NONE	NONE	NONE
Fund Balance - Beginning	NONE	NONE	NONE	NONE
Fund Balance - Ending	NONE	NONE	NONE	NONE

Caldwell Parish Police Jury
Columbia , Louisiana
Supplemental Information Schedules
for the Year Ended December 31, 2004

Compensation Paid Police Jurors

The schedule of compensation paid to police jurors is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the police jurors is included in the legislative expenditures of the General Fund. In accordance with Louisiana Revised Statute 33:1233, the police jury has elected the monthly payment method of compensation. Under this method, jurors receive \$1,200 per month. The president receives an additional \$100 for expenses incurred in fulfilling the responsibilities of his office.

Caldwell Parish Police Jury
Columbia, LouisianaSchedule of Compensation Paid Police Jurors
For the Year Ended December 31, 2004

Jerry Bailey	\$9,600
Glenn Barnhill	9,600
Billy Ellis	9,600
Kenneth Graham	9,600
Dennis Jacobson	9,600
Don Martin	9,600
Jeffery Wyant, President	<u>10,800</u>
Total	<u><u>\$68,400</u></u>

Other Reports

**Independent Auditor's Reports
on Compliance with
Laws, Regulations, Contracts, and Grants,
and Internal Control**

The following independent auditor's reports on compliance with laws, regulations, contracts, and grants and internal control over financial reporting are presented in compliance with the requirements of *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.

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

MEMBER AMERICAN
INSTITUTE OF CERTIFIED
PUBLIC ACCOUNTANTS

SOCIETY OF LOUISIANA
CERTIFIED PUBLIC
ACCOUNTANTS

PRACTICE LIMITED TO
GOVERNMENTAL
ACCOUNTING, AUDITING
AND FINANCIAL REPORTING

Caldwell Parish Police Jury
Columbia, Louisiana

I have audited the basic financial statements of Caldwell Parish Police Jury as of and for the year ended December 31, 2004, and have issued my report there on dated May 17, 2005. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

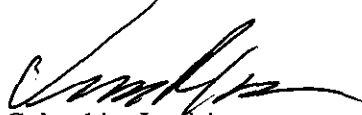
Internal Control Over Financial Reporting

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

477 HIGHWAY 847,
COLUMBIA,
LOUISIANA 71418
TELEPHONE
318.649.0892
FAX 318.649.2465
EMAIL vrcoon@aol.com

Caldwell Parish Police jury
Columbia, Louisiana
Independent Auditor's Report on Compliance
and Internal Control Over Financial Reporting, etc.
December 31, 2004

This report is intended for the information of the members of Caldwell Parish Police Jury, management of the police jury, federal awarding agencies and pass-through entities, and the Legislative Auditor, and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, it is issued by the Legislative Auditor as a public document.

A handwritten signature in black ink, appearing to be 'C. Smith', written over the printed name 'Columbia, Louisiana'.

Columbia, Louisiana
May 17, 2005

Caldwell Parish Police Jury
Columbia, Louisiana

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2004

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the basic financial statements of Caldwell Parish Police Jury.
2. No reportable conditions relating to the audit of the basic financial statements are reported in the Report on Compliance and Internal Control Over Financial Reporting.
3. No instances of noncompliance material to the financial statements of Caldwell Parish Police Jury were disclosed during the audit.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

No findings resulted from the financial statements audit.

Caldwell Parish Police Jury
Columbia, Louisiana

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2004

The audit report for the year ended December 31, 2003, contained no audit findings.