

# *Supplementary Information*

**Jefferson County, Alabama**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**September 30, 2002**  
**(In Thousands)**  
**Exhibit #15**

	Sr. Citizens' Activities Fund	Bridge and Public Building Fund	Community Development Fund
<b>Assets</b>			
Cash and Investments	\$	\$ 2,184	\$ 272
Accounts Receivable, Net			
Loans Receivable, Net			153
Property Taxes Receivable, Net		25,017	
Interest Receivable			10
Due From Other Governments	489	435	1,988
Prepaid Expenses			
<b>Total Assets</b>	<u>489</u>	<u>27,636</u>	<u>2,423</u>
<b>Liabilities</b>			
Cash Deficit	1,327		
Accounts Payable	187		859
Due to Other Governments			
Deferred Revenue		26,678	1,100
Accrued Wages and Benefits Payable	15		27
Estimated Liability for Compensated Absences			
<b>Total Liabilities</b>	<u>1,529</u>	<u>26,678</u>	<u>1,986</u>
<b>Fund Balances</b>			
Reserved For:			
Petty Cash			
Encumbrances	77		10,865
Prepaid Expenses			
Loans Receivable			153
Unreserved Reported In:			
Special Revenue Funds	(1,117)	958	(10,581)
Capital Projects Funds			
<b>Total Fund Balances</b>	<u>(1,040)</u>	<u>958</u>	<u>437</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 489</u>	<u>\$ 27,636</u>	<u>\$ 2,423</u>

<b>CDBG-EDA Revolving Loan Fund</b>	<b>Home Grant Fund</b>	<b>Emergency Management Fund</b>	<b>Capital Improvements Fund</b>	<b>Road Construction Fund</b>	<b>Totals</b>
\$ 1,496	\$ 200	\$ 815	\$	\$	\$ 4,967
				2	2
2,432	774				3,359
					25,017
					10
	943	163		223	4,241
		2			2
<u>3,928</u>	<u>1,917</u>	<u>980</u>		<u>225</u>	<u>37,598</u>
			28,099	2,236	31,662
	77	31	2,860	452	4,466
6					6
	491				28,269
	1	8			51
		1			1
<u>6</u>	<u>569</u>	<u>40</u>	<u>30,959</u>	<u>2,688</u>	<u>64,455</u>
		1			1
		78	21,708	2,179	34,907
		2			2
2,432	774				3,359
					-
1,490	574	859			(7,817)
			(52,667)	(4,642)	(57,309)
<u>3,922</u>	<u>1,348</u>	<u>940</u>	<u>(30,959)</u>	<u>(2,463)</u>	<u>(26,857)</u>
<u>\$ 3,928</u>	<u>\$ 1,917</u>	<u>\$ 980</u>	<u>\$</u>	<u>\$ 225</u>	<u>\$ 37,598</u>

**Jefferson County, Alabama**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ending September 30, 2002**  
(In Thousands)  
**Exhibit #16**

	<b>Sr. Citizens' Activities Fund</b>	<b>Bridge and Public Building Fund</b>	<b>Community Development Fund</b>
<b>Revenues</b>			
Taxes	\$	\$ 28,808	\$
Intergovernmental	4,873	702	13,506
Charges for Services			90
Miscellaneous	189		
Interest	5	200	
<b>Total Revenues</b>	<u>5,067</u>	<u>29,710</u>	<u>13,596</u>
<b>Expenditures</b>			
Current:			
General Government	7,306		1,273
Public Safety			
Highways and Roads			
Welfare			11,991
Capital Outlay	159		403
Indirect Costs	265	34	236
<b>Total Expenditures</b>	<u>7,730</u>	<u>34</u>	<u>13,903</u>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<u>(2,663)</u>	<u>29,676</u>	<u>(307)</u>
<b>Other Financing Sources (Uses)</b>			
Proceeds From Sale of Capital Assets			
Transfers In	1,658		623
Transfers Out		(30,199)	
<b>Total Other Financing Sources (Uses)</b>	<u>1,658</u>	<u>(30,199)</u>	<u>623</u>
Net Change in Fund Balances	(1,005)	(523)	316
Fund Balances at Beginning of Year, as Restated (Note 22)	<u>(35)</u>	<u>1,481</u>	<u>121</u>
<b>Total Fund Balances</b>	<u>\$ (1,040)</u>	<u>\$ 958</u>	<u>\$ 437</u>

<b>CDBG-EDA Revolving Loan Fund</b>	<b>Home Grant Fund</b>	<b>Emergency Management Fund</b>	<b>Capital Improvements Fund</b>	<b>Road Construction Fund</b>	<b>Totals</b>
\$	\$	\$	\$	\$	\$
	1,110	1,381	1,250		28,808
		336		3,282	22,822
3	97	48			3,708
106	18	9		6	337
					344
<u>109</u>	<u>1,225</u>	<u>1,774</u>	<u>1,250</u>	<u>3,288</u>	<u>56,019</u>
	85				8,664
		1,189			1,189
			661	669	1,330
19	1,496				13,506
	3	27	24,707	6,233	31,532
32	34	57			658
<u>51</u>	<u>1,618</u>	<u>1,273</u>	<u>25,368</u>	<u>6,902</u>	<u>56,879</u>
<u>58</u>	<u>(393)</u>	<u>501</u>	<u>(24,118)</u>	<u>(3,614)</u>	<u>(860)</u>
		2	24		26
32	507	145	837	56	3,858
			(3,188)		(33,387)
<u>32</u>	<u>507</u>	<u>147</u>	<u>(2,327)</u>	<u>56</u>	<u>(29,503)</u>
90	114	648	(26,445)	(3,558)	(30,363)
<u>3,832</u>	<u>1,234</u>	<u>292</u>	<u>(4,514)</u>	<u>1,095</u>	<u>3,506</u>
<u>\$ 3,922</u>	<u>\$ 1,348</u>	<u>\$ 940</u>	<u>\$ (30,959)</u>	<u>\$ (2,463)</u>	<u>\$ (26,857)</u>

**Jefferson County, Alabama**  
**Combining Statement of Net Assets**  
**Nonmajor Enterprise Funds**  
(In Thousands)  
**September 30, 2002**  
**Exhibit #17**

	<u>County Home Fund</u>	<u>Landfill Operations Fund</u>	<u>Parking Deck Fund</u>	<u>Totals</u>
<b>Assets</b>				
Current Assets:				
Cash and Investments		\$ 3	\$ 1	\$ 4
Accounts Receivable, Net	1,469	741		2,210
Patient Accounts Receivable, Net	1,785			1,785
Inventories	83			83
Prepaid Expenses	1			1
<b>Total Current Assets</b>	<u>3,338</u>	<u>744</u>	<u>1</u>	<u>4,083</u>
Noncurrent Assets:				
Deferred Charges		167		167
Capital Assets, Net Where Applicable	9,285	51,708	7	61,000
<b>Total Noncurrent Assets</b>	<u>9,285</u>	<u>51,875</u>	<u>7</u>	<u>61,167</u>
<b>Total Assets</b>	<u>12,623</u>	<u>52,619</u>	<u>8</u>	<u>65,250</u>
<b>Liabilities</b>				
Current Liabilities:				
Cash Deficit	1,371			1,371
Accounts Payable	140	5		145
Deposits Payable	30			30
Accrued Wages and Benefits Payable	184	51	1	236
Accrued Interest Payable		23		23
Estimated Liability for Compensated Absences	47	42		89
<b>Total Current Liabilities</b>	<u>1,772</u>	<u>121</u>	<u>1</u>	<u>1,894</u>
Noncurrent Liabilities:				
Advances Due to Other Funds		19,489		19,489
Estimated Liability for Landfill Closure/ Postclosure Care Costs		3,587		3,587
Compensated Absences	477	420	5	902
<b>Total Noncurrent Liabilities</b>	<u>477</u>	<u>23,496</u>	<u>5</u>	<u>23,978</u>
<b>Total Liabilities</b>	<u>2,249</u>	<u>23,617</u>	<u>6</u>	<u>25,872</u>
<b>Net Assets</b>				
Invested in Capital Assets Net of Related Debt	9,285	32,219	7	41,511
Unrestricted	1,089	(3,217)	(5)	(2,133)
<b>Total Net Assets</b>	<u>\$ 10,374</u>	<u>\$ 29,002</u>	<u>\$ 2</u>	<u>\$ 39,378</u>

**Jefferson County, Alabama**  
**Combining Statement of Net Assets**  
**Nonmajor Enterprise Funds**  
**(In Thousands)**  
**For the Year Ended September 30, 2002**  
**Exhibit #18**

	<u>County Home Fund</u>	<u>Landfill Operations Fund</u>	<u>Parking Deck Fund</u>	<u>Totals</u>
<b>Operating Revenues</b>				
Charges for Services	\$ 9,677	\$ 3,715	\$ 222	\$ 13,614
Other Operating Revenues	63	69		132
<b>Total Revenues</b>	<u>9,740</u>	<u>3,784</u>	<u>222</u>	<u>13,746</u>
<b>Operating Expenses</b>				
Provision for Bad Debt		25		25
Salaries	7,203	2,256	29	9,488
Employees Benefits and Payroll Taxes	1,870	600	6	2,476
Materials and Supplies	1,226	337	2	1,565
Utilities	592	221	51	864
Outside Services	3,199	494	166	3,859
Office Expense	347	29		376
Depreciation and Amortization	349	2,181	13	2,543
Closure and Postclosure Care Costs		273		273
Miscellaneous	20	13		33
<b>Total Operating Expenses</b>	<u>14,806</u>	<u>6,429</u>	<u>267</u>	<u>21,502</u>
<b>Operating Income (Loss)</b>	<u>(5,066)</u>	<u>(2,645)</u>	<u>(45)</u>	<u>(7,756)</u>
<b>Nonoperating Revenues (Expenses)</b>				
Interest Expense		(337)		(337)
Interest Revenue	62	9		71
Miscellaneous	1,407			1,407
Amortization of Bond Issue Costs		(9)		(9)
Indirect Costs	(473)	(577)	(59)	(1,109)
Gain/(Loss) on Sale of Capital Assets		43		43
<b>Total Nonoperating Revenues (Expenses)</b>	<u>996</u>	<u>(871)</u>	<u>(59)</u>	<u>66</u>
<b>Operating Transfers</b>				
Transfers In	3,902	4,185	65	8,152
Transfers Out		(1,258)		(1,258)
<b>Total Operating Transfers</b>	<u>3,902</u>	<u>2,927</u>	<u>65</u>	<u>6,894</u>
Changes in Net Assets	(168)	(589)	(39)	(796)
Total Net Assets - Beginning of Year	<u>10,542</u>	<u>29,591</u>	<u>41</u>	<u>40,174</u>
<b>Total Net Assets - End of Year</b>	<u>\$ 10,374</u>	<u>\$ 29,002</u>	<u>\$ 2</u>	<u>\$ 39,378</u>

**Jefferson County, Alabama**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**(In Thousands)**  
**For the Year Ended September 30, 2002**  
**Exhibit #19**

	<u>County Home Fund</u>	<u>Landfill Operations Fund</u>	<u>Parking Deck Fund</u>	<u>Totals</u>
<b><u>Cash Flows from Operating Activities</u></b>				
Cash Received for Services	8,010	3,728	223	11,961
Other Operating Revenues	63	69		132
Cash Payments to Employees	(9,036)	(2,840)	(35)	(11,911)
Cash Payments for Goods and Services	(5,380)	(897)	(219)	(6,496)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (6,343)</b>	<b>\$ 60</b>	<b>\$ (31)</b>	<b>\$ (6,314)</b>
<b><u>Cash Flows from Non-Capital Financing Activities</u></b>				
Operating Transfers Out		(1,258)		(1,258)
Operating Transfers In	3,902	4,185	65	8,152
Increase/(Decrease) in Cash Deficit	1,371	(33)		1,338
Received from Auxiliary Services	1,407			1,407
Indirect Costs	(473)	(577)	(59)	(1,109)
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>6,207</b>	<b>2,317</b>	<b>6</b>	<b>8,530</b>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>				
Acquisition of Capital Assets	(152)	(2,127)		(2,279)
Proceeds From Sale of Capital Assets	32	59		91
Interest Paid		(315)		(315)
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<b>(120)</b>	<b>(2,383)</b>		<b>(2,503)</b>
<b><u>Cash Flows from Investing Activities</u></b>				
Interest Received	62	9		71
<b>Net Cash Flows Provided by Investing Activities</b>	<b>62</b>	<b>9</b>		<b>71</b>
<b>Net Increase (Decrease) in Cash</b>	<b>(194)</b>	<b>3</b>	<b>(25)</b>	<b>(216)</b>
<b>Cash, Beginning of Year</b>	<b>194</b>		<b>26</b>	<b>220</b>
<b>Cash, End of Year</b>	<b>\$</b>	<b>\$ 3</b>	<b>\$ 1</b>	<b>\$ 4</b>

Continued



**Jefferson County, Alabama**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**(In Thousands)**  
**For the Year Ended September 30, 2002**  
**Exhibit #19**

	<u>County Home Fund</u>	<u>Landfill Operations Fund</u>	<u>Parking Deck Fund</u>	<u>Totals</u>
<b><u>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities</u></b>				
Operating Income/(Loss)	\$ (5,066)	\$ (2,645)	\$ (45)	\$ (7,756)
<b><u>Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities</u></b>				
Depreciation and Amortization	349	2,181	13	2,543
(Increase)/Decrease in Prepaid Expenses				
(Increase)/Decrease in Accounts Receivable	(1,469)	14		(1,455)
(Increase)/Decrease in Patient Receivables	(197)			(197)
(Increase)/Decrease in Inventories	9			9
Increase/(Decrease) in Accounts Payable	13	(26)		(13)
Increase/(Decrease) in Advances Due to Other Funds		289		289
Increase/(Decrease) in Deposits Payable	(19)			(19)
Increase/(Decrease) in Accrued Wages and Benefits Payable	36	2		38
Increase/(Decrease) in Estimated Liability for Compensated Absences	1	13	1	15
Increase/(Decrease) in Landfill Closure/Postclosure Care Costs		232		232
<b>Total Adjustments</b>	<u>(1,277)</u>	<u>2,705</u>	<u>14</u>	<u>1,442</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (6,343)</u>	<u>\$ 60</u>	<u>\$ (31)</u>	<u>\$ (6,314)</u>

**Jefferson County, Alabama**  
**Combining Statement of Net Assets**  
**Internal Service Funds**  
**September 30, 2002**  
**(In Thousands)**  
**Exhibit #20**

	Risk Management Fund	Personnel Board Fund	Elections Fund
<b>Assets</b>			
Current Assets:			
Cash and Investments	\$ 8,311	\$	\$
Accounts Receivable, Net			
Due From Other Governments		5,561	18
Inventories			
Prepaid Expenses	125		
<b>Total Current Assets</b>	<u>8,436</u>	<u>5,561</u>	<u>18</u>
Noncurrent Assets:			
Capital Asset, Net Where Applicable	126	133	819
<b>Total Noncurrent Assets</b>	<u>126</u>	<u>133</u>	<u>819</u>
<b>Total Assets</b>	<u>8,562</u>	<u>5,694</u>	<u>837</u>
<b>Liabilities</b>			
Current Liabilities:			
Cash Deficit		5,095	
Accounts Payable	42	203	99
Accrued Wages and Benefits Payable	14	60	5
Estimated Liability for			
Compensated Absences	5	30	3
Estimated Claims Liability	3,038		
<b>Total Current Liabilities</b>	<u>3,099</u>	<u>5,388</u>	<u>107</u>
Noncurrent Liabilities:			
Estimated Liability for			
Compensated Absences	53	306	28
<b>Total Noncurrent Liabilities</b>	<u>53</u>	<u>306</u>	<u>28</u>
<b>Total Liabilities</b>	<u>3,152</u>	<u>5,694</u>	<u>135</u>
Net Assets			
Invested in Capital Assets Net of			
Related Debt	126	133	819
Unrestricted	5,284	(133)	(117)
<b>Total Net Assets</b>	<u>\$ 5,410</u>	<u>\$</u>	<u>\$ 702</u>

<b>Information Services Fund</b>	<b>Fleet Management Fund</b>	<b>Central Laundry Fund</b>	<b>Printing Fund</b>	<b>Building Services Fund</b>	<b>Totals</b>
\$ 1	\$ 320	\$ 196	\$ 99	\$ 11,765	\$ 20,692
2				77	79
		2		32	5,613
	292	6	149	679	1,126
9				2	136
<u>12</u>	<u>612</u>	<u>204</u>	<u>248</u>	<u>12,555</u>	<u>27,646</u>
4,835	2,102	6,748	41	7,459	22,263
<u>4,835</u>	<u>2,102</u>	<u>6,748</u>	<u>41</u>	<u>7,459</u>	<u>22,263</u>
4,847	2,714	6,952	289	20,014	49,909
					5,095
62	147		43	202	798
90	68	12	7	228	484
40	39	6	3	128	254
<u>192</u>	<u>254</u>	<u>18</u>	<u>53</u>	<u>558</u>	<u>3,038</u>
					9,669
406	396	57	33	1,294	2,573
<u>406</u>	<u>396</u>	<u>57</u>	<u>33</u>	<u>1,294</u>	<u>2,573</u>
598	650	75	86	1,852	12,242
4,835	2,102	6,748	41	7,459	22,263
<u>(586)</u>	<u>(38)</u>	<u>129</u>	<u>162</u>	<u>10,703</u>	<u>15,404</u>
<u>\$ 4,249</u>	<u>\$ 2,064</u>	<u>\$ 6,877</u>	<u>\$ 203</u>	<u>\$ 18,162</u>	<u>\$ 37,667</u>

**Jefferson County, Alabama**  
**Combining Statement of Revenues, Expenses and Changes in Net Assets**  
**Internal Service Funds**  
**For the Year Ending September 30, 2002**  
**(In Thousands)**  
**Exhibit #21**

	<b>Risk Management Fund</b>	<b>Personnel Board Fund</b>	<b>Elections Fund</b>
<b>Revenues</b>			
Intergovernmental	\$	\$ 4,400	\$ 549
Charges for Services	1,415		
<b>Total Revenue</b>	<u>1,415</u>	<u>4,400</u>	<u>549</u>
<b>Operating Expenses</b>			
Salaries	534	2,485	628
Employee Benefits and Payroll Taxes	576	584	50
Materials and Supplies	20	72	58
Utilities	1		9
Outside Services	268	2,323	31
Office Expense	101	237	25
Depreciation and Amortization	54	28	41
Miscellaneous	10	41	
<b>Total Operating Expenses</b>	<u>1,564</u>	<u>5,770</u>	<u>842</u>
<b>Operating Income (Loss)</b>	<u>(149)</u>	<u>(1,370)</u>	<u>(293)</u>
<b>Nonoperating Revenues (Expenses)</b>			
Interest Revenue	89		1
Miscellaneous	439		
Indirect Costs		(112)	(107)
Gain/(Loss) on Sale of Capital Assets			
Indirect Cost Recovery		1,119	
<b>Total Nonoperating Revenues (Expenses)</b>	<u>528</u>	<u>1,007</u>	<u>(106)</u>
<b>Operating Transfers</b>			
Transfers In		416	503
Transfers Out	(135)		
<b>Total Operating Transfers</b>	<u>(135)</u>	<u>416</u>	<u>503</u>
<b>Changes in Net Assets</b>	244	53	104
<b>Total Net Assets Beginning of Year</b>	<u>5,166</u>	<u>(53)</u>	<u>598</u>
<b>Total Net Assets End of Year</b>	<u>\$ 5,410</u>	<u>\$</u>	<u>\$ 702</u>

<b>Information Services Fund</b>	<b>Fleet Management Fund</b>	<b>Central Laundry Fund</b>	<b>Printing Fund</b>	<b>Building Services Fund</b>	<b>Totals</b>
\$ 545	\$ 1,465	\$ 841	\$ 720	\$ 15,833	\$ 4,949
<u>545</u>	<u>1,465</u>	<u>841</u>	<u>720</u>	<u>15,833</u>	<u>20,819</u>
545	1,465	841	720	15,833	25,768
2,928	2,690	482	262	8,716	18,725
660	799	156	68	2,330	5,223
255	1,448	37	315	1,361	3,566
1	116	73		2,984	3,184
3,845	114	109	22	2,091	8,803
165	23	2	9	337	899
1,980	236	19	29	414	2,801
109	15		51	244	470
<u>9,943</u>	<u>5,441</u>	<u>878</u>	<u>756</u>	<u>18,477</u>	<u>43,671</u>
<u>(9,398)</u>	<u>(3,976)</u>	<u>(37)</u>	<u>(36)</u>	<u>(2,644)</u>	<u>(17,903)</u>
	5	2		96	193
	1			964	1,404
(43)		(4)			(266)
	18	(40)		1	(21)
<u>5,188</u>	<u>3,869</u>		<u>75</u>	<u>7,251</u>	<u>17,502</u>
<u>5,145</u>	<u>3,893</u>	<u>(42)</u>	<u>75</u>	<u>8,312</u>	<u>18,812</u>
3,631		1,253		747	6,550
(1)				(785)	(921)
<u>3,630</u>		<u>1,253</u>		<u>(38)</u>	<u>5,629</u>
(623)	(83)	1,174	39	5,630	6,538
<u>4,872</u>	<u>2,147</u>	<u>5,703</u>	<u>164</u>	<u>12,532</u>	<u>31,129</u>
<u>\$ 4,249</u>	<u>\$ 2,064</u>	<u>\$ 6,877</u>	<u>\$ 203</u>	<u>\$ 18,162</u>	<u>\$ 37,667</u>

Jefferson County, Alabama  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ending September 30, 2002  
(In Thousands)  
Exhibit #22

	Risk Management Fund	Personnel Board Fund	Elections Fund
<b><u>Cash Flows From Operating Activities</u></b>			
Cash Received for Services	\$ 1,416	\$	\$
Other Operating Revenues		2,057	573
Cash Payments to Employees	(1,100)	(3,053)	(694)
Cash Payments for Goods and Services	(2,394)	(2,852)	(37)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(2,078)</b>	<b>(3,848)</b>	<b>(158)</b>
<b><u>Cash Flows from Non-Capital Financing Activities</u></b>			
Operating Transfers Out	(135)		
Operating Transfers In		416	503
Received From Auxiliary Services	439		
Increase/(Decrease) in Cash Deficit		2,503	
Indirect Cost		(112)	(107)
Indirect Cost Recovery		1,119	
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>304</b>	<b>3,926</b>	<b>396</b>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>			
Acquisition of Capital Assets	(13)	(78)	(581)
Proceeds From Sale of Capital Assets			
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<b>(13)</b>	<b>(78)</b>	<b>(581)</b>
<b><u>Cash Flows from Investing Activities</u></b>			
Interest Received	89		1
<b>Net Cash Flows Provided by Investing Activities</b>	<b>89</b>		<b>1</b>
Net Increase (Decrease) in Cash	(1,698)		(342)
Cash, Beginning of Year	10,009		342
Cash, End of Year	8,311		
<b><u>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities</u></b>			
Operating Income/(Loss)	(149)	(1,370)	(293)
<b><u>Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities</u></b>			
Depreciation and Amortization	54	28	41
(Increase)/Decrease in Prepaid Expenses	(70)		
(Increase)/Decrease in Accounts Receivable			
(Increase)/Decrease in Due From Other Governments		(2,343)	24
(Increase)/Decrease in Inventories			
Increase/(Decrease) in Accounts Payable	(321)	(179)	87
Increase/(Decrease) in Accrued Wages and Benefits Payable	4	10	
Increase/(Decrease) in Estimated Liability for Compensated Absences	6	6	(17)
(Decrease) in Estimated Claims Liability	(1,602)		
<b>Total Adjustments</b>	<b>(1,929)</b>	<b>(2,478)</b>	<b>135</b>
<b>Net Cash Provided by Operating Activities</b>	<b>\$ (2,078)</b>	<b>\$ (3,848)</b>	<b>\$ (158)</b>

Information Services Fund	Fleet Management Fund	Central Laundry Fund	Printing Fund	Building Services Fund	Totals
\$ 544	\$ 1,465	\$ 840	\$ 720	\$ 15,760	\$ 20,745
(3,526)	(3,454)	(634)	(324)	(10,846)	(23,631)
(4,638)	(1,721)	(235)	(382)	(7,184)	(19,443)
<u>(7,620)</u>	<u>(3,710)</u>	<u>(29)</u>	<u>14</u>	<u>(2,270)</u>	<u>(19,699)</u>
(1)				(785)	(921)
3,631		1,253		747	6,550
	1			964	1,404
					2,503
(43)		(4)			(266)
5,188	3,869		75	7,251	17,502
<u>8,775</u>	<u>3,870</u>	<u>1,249</u>	<u>75</u>	<u>8,177</u>	<u>26,772</u>
(2,142)	(308)	(1,252)	(6)	(1,866)	(6,246)
973	54			4	1,031
<u>(1,169)</u>	<u>(254)</u>	<u>(1,252)</u>	<u>(6)</u>	<u>(1,862)</u>	<u>(5,215)</u>
	5	2		96	193
	5	2		96	193
(14)	(89)	(30)	83	4,141	2,051
15	409	226	16	7,624	18,641
1	320	196	99	11,765	20,692
<u>(9,398)</u>	<u>(3,976)</u>	<u>(37)</u>	<u>(36)</u>	<u>(2,644)</u>	<u>(17,903)</u>
1,980	236	19	29	414	2,801
10				(2)	(62)
(1)				(70)	(71)
		1		(3)	(2,321)
	2	5	15	(15)	7
(272)	(8)	(20)		(150)	(863)
33	13	3	2	55	120
28	23		4	145	195
					(1,602)
<u>1,778</u>	<u>266</u>	<u>8</u>	<u>50</u>	<u>374</u>	<u>(1,796)</u>
<u>\$ (7,620)</u>	<u>\$ (3,710)</u>	<u>\$ (29)</u>	<u>\$ 14</u>	<u>\$ (2,270)</u>	<u>\$ (19,699)</u>

**Jefferson County, Alabama**  
**Combining Statement of Fiduciary**  
**Net Assets**  
**All Agency Funds**  
**September 30, 2002**  
**(In Thousands)**  
**Exhibit #23**

	<u>Storm Water Management Authority Fund</u>	<u>City of Birmingham Revolving Loan Fund</u>	<u>Totals</u>
<b>Assets</b>			
Cash and Investments	\$ 2,228	\$ 884	\$ 3,112
Loans Receivable, Net		465	465
<b>Total Assets</b>	<u>\$ 2,228</u>	<u>\$ 1,349</u>	<u>\$ 3,577</u>
<b>Liabilities</b>			
Due to External Organizations	\$ 2,228		\$ 2,228
Due to Other Governments		1,349	1,349
<b>Total Liabilities</b>	<u>\$ 2,228</u>	<u>\$ 1,349</u>	<u>\$ 3,577</u>



**Jefferson County, Alabama**  
**Combining Statement of Changes in Assets**  
**and Liabilities - All Agency Funds**  
**For the Year Ended September 30, 2002**  
(In Thousands)  
**Exhibit #24**

	<u>Balance 10/1/2001</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 9/30/2002</u>
<b><u>Storm Water Management Authority Fund</u></b>				
<u>Assets</u>				
Cash and Investments	\$ 1,301	\$ 2,773	\$ 1,846	\$ 2,228
Total Assets	<u>\$ 1,301</u>	<u>\$ 2,773</u>	<u>\$ 1,846</u>	<u>\$ 2,228</u>
<u>Liabilities</u>				
Due to External Organizations	\$ 1,301	\$ 2,773	\$ 1,846	\$ 2,228
Total Liabilities	<u>\$ 1,301</u>	<u>\$ 2,773</u>	<u>\$ 1,846</u>	<u>\$ 2,228</u>
<b><u>City of Birmingham Revolving Loan Fund</u></b>				
<u>Assets</u>				
Cash and Investments	\$ 743	\$ 197	\$ 56	\$ 884
Loans Receivable, Net	636		171	465
Total Assets	<u>\$ 1,379</u>	<u>\$ 197</u>	<u>\$ 227</u>	<u>\$ 1,349</u>
<u>Liabilities</u>				
Due to Other Governments	\$ 1,379	\$ 26	\$ 56	1,349
Total Liabilities	<u>\$ 1,379</u>	<u>\$ 26</u>	<u>\$ 56</u>	<u>\$ 1,349</u>
<b>TOTALS - ALL AGENCY FUNDS</b>				
<u>Assets</u>				
Cash and Investments	\$ 2,044	\$ 2,970	\$ 1,902	\$ 3,112
Loans Receivable, Net	636		171	465
Total Assets	<u>\$ 2,680</u>	<u>\$ 2,970</u>	<u>\$ 2,073</u>	<u>\$ 3,577</u>
<u>Liabilities</u>				
Due to External Organizations	\$ 1,301	\$ 2,773	\$ 1,846	\$ 2,228
Due to Other Governments	1,379	26	56	1,349
Total Liabilities	<u>\$ 2,680</u>	<u>\$ 2,799</u>	<u>\$ 1,902</u>	<u>\$ 3,577</u>

**Jefferson County, Alabama**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2002**  
**Exhibit #25**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Assistance Period
<b><u>U. S. Department of Housing and Urban Development</u></b>			
<b><u>Direct Programs</u></b>			
Community Development Block Grants/Entitlement Grants	14.218	B95-UC-01-0001	10-1-95 To 9-30-02
	14.218	B96-UC-01-0001	10-1-96 To 9-30-02
	14.218	B98-UC-01-0001	10-1-98 To 9-30-02
	14.218	B99-UC-01-0001	10-1-99 To 9-30-02
	14.218	B00-UC-01-0001	10-1-00 To 9-30-02
	14.218	B01-UC-01-0001	10-1-01 To 9-30-02
Related Revolving Loan Funds	14.218		10-1-01 To 9-30-02
Sub-Total Community Development Block Grants/Enrollment Grants (M)			
HOME Investment Partnerships Program	14.239	M96-UC-01-0202	10-1-96 To 9-30-02
	14.239	M97-UC-01-0202	10-1-97 To 9-30-02
	14.239	M98-UC-01-0202	10-1-98 To 9-30-02
	14.239	M99-UC-01-0202	10-1-99 To 9-30-02
	14.239	M00-UC-01-0202	10-1-00 To 9-30-02
	14.239	M01-UC-01-0202	10-1-00 To 9-30-02
Sub-Total HOME Program (M)			
Lead-Based Paint Hazard Control In Privately-Owned Housing	14.900	ALLAGOO65-97	6-18-97 To 9-30-02
Emergency Shelter Grants Program	14.231	S-00-UC-01-0006	10-1-00 To 9-30-02
	14.231	S-01-UC-01-0006	10-1-01 To 9-30-02
Sub-Total Emergency Shelter Grants Program (Direct Programs)			
<b><u>U. S. Department of Housing and Urban Development</u></b>			
<b><u>Passed Through Alabama Department of Economic and Community Affairs</u></b>			
Emergency Shelter Grants Program	14.231	ESG-00-036	6-2-00 To 6-2-02
	14.231	ESG-01-036	6-4-01 To 6-4-03
Sub-Total Emergency Shelter Grants Program (Passed through)			
Total Emergency Shelter Grants Program			
Community Development Block Grants/State's Program	14.228	DRI-98-001	10-4-99 To 12-31-02
Total U.S. Department of Housing and Urban Development			
<b><u>U.S. Department of Agriculture</u></b>			
<b><u>Passed Through State Department of Education</u></b>			
Nutrition Cluster:			
School Breakfast Program	10.553		10-1-01 To 9-30-02
National School Lunch Program	10.555		10-1-01 To 9-30-02
Sub-Total Nutrition Cluster			
Food Donation (N)	10.555		10-1-01 To 9-30-02
Sub-Total Passed Through Alabama Department of Education			
Sub-Total Forward			

Budget		Revenue Recognized	Expenditures
Total	Federal Share		
\$ 3,219,000	\$ 3,219,000		\$ 7,891
3,118,000	3,118,000		9,113
2,729,000	2,729,000	4,919	217,552
2,745,000	2,745,000	764,491	414,247
2,724,000	2,724,000	1,350,297	524,181
2,809,000	2,809,000	533,831	1,480,555
			2,597,337
<u>17,344,000</u>	<u>17,344,000</u>	<u>2,653,538</u>	<u>5,250,876</u>
1,145,000	916,000	45,963	45,963
1,118,750	895,000	85,409	85,409
1,176,250	941,000	156,298	156,298
1,272,500	1,018,000	585,764	585,764
1,240,675	1,023,000	175,975	175,975
1,274,331	1,051,000	59,682	59,682
<u>7,227,506</u>	<u>5,844,000</u>	<u>1,109,091</u>	<u>1,109,091</u>
<u>1,116,255</u>	<u>1,014,778</u>	<u>2,400</u>	<u>2,400</u>
97,000	97,000	446	446
<u>97,000</u>	<u>97,000</u>	<u>86,035</u>	<u>86,035</u>
<u>194,000</u>	<u>194,000</u>	<u>86,481</u>	<u>86,481</u>
250,000	125,000	4,130	4,130
<u>216,500</u>	<u>111,500</u>	<u>89,835</u>	<u>89,835</u>
<u>466,500</u>	<u>236,500</u>	<u>93,965</u>	<u>93,965</u>
<u>660,500</u>	<u>430,500</u>	<u>180,446</u>	<u>180,446</u>
<u>2,611,653</u>	<u>1,500,000</u>	<u>330,666</u>	<u>330,666</u>
<u>28,959,914</u>	<u>26,133,278</u>	<u>4,276,141</u>	<u>6,873,479</u>
39,343	39,343	39,343	39,343
<u>72,585</u>	<u>72,585</u>	<u>72,585</u>	<u>72,585</u>
<u>111,928</u>	<u>111,928</u>	<u>111,928</u>	<u>111,928</u>
<u>4,017</u>	<u>4,017</u>	<u>4,017</u>	<u>4,017</u>
<u>115,945</u>	<u>115,945</u>	<u>115,945</u>	<u>115,945</u>
\$ 29,075,859	\$ 26,249,223	\$ 4,392,086	\$ 6,989,424

Continued

**Jefferson County, Alabama**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2002**  
**Exhibit #25**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Assistance Period
Sub-Total Brought Forward			
<u>Passed Through Alabama Commission on Aging</u> Nutrition Services Incentive	10.570		10-1-01 To 9-30-02
Total U.S. Department of Agriculture			
<b><u>U.S. Department of Health and Human Services</u></b>			
<b><u>Direct Programs:</u></b>			
Health Care and Other Facilities (M)	93.887	1C76HF00096-01	10-1-01 To 9-30-02
Grants to Provide Outpatient Early Intervention Services With Respect to HIV Disease	93.918	6H76HA00098-09-1	1-1-02 To 12-31-02
<u>Passed Through Alabama Department of Senior Services</u>			
<u>Aging Cluster:</u>			
<u>Special Programs for the Aging</u>			
Title III, Part B - Grants for Supportive Services and Senior Centers - Administrative	93.044	03-01-01-03a	10-1-01 To 9-30-02
Title III, Part B - Grants for Supportive Services and Senior Centers - Social Services	93.044	03-01-01-03a	10-1-01 To 9-30-02
Sub-Total Title III, Part B			
Title III, Part C - Congregate Nutrition Services	93.045	03-01-01-03a	10-1-01 To 9-30-02
Title III, Part C - In Home Nutrition Services	93.045	03-01-01-03a	10-1-01 To 9-30-02
Sub-Total Title III, Part C			
Total Aging Cluster			
National Family Caregiver Support	93.052	03-01-01-03a	10-1-01 To 9-30-02
Center for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	93.779	03-01-01-03a	10-1-01 To 9-30-02
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	03-01-01-03a	10-1-01 To 9-30-02
Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect and Exploitation	93.041	03-01-01-03a	10-1-01 To 9-30-02
Title VII, Chapter 2 - Long Term Care Ombudsman Services for Older Individuals	93.042	03-01-01-03a	10-1-01 To 9-30-02
Sub-Total Passed Through Alabama Department of Senior Services			
Total U. S. Department of Health and Human Services			
Sub-Total Forward			

<b>Budget</b>		<b>Revenue Recognized</b>	<b>Expenditures</b>
<b>Total</b>	<b>Federal Share</b>		
\$ 29,075,859	\$ 26,249,223	\$ 4,392,086	\$ 6,989,424
251,334	251,334	251,334	251,334
251,334	251,334	251,334	251,334
2,111,440	2,111,440	2,111,440	2,111,440
940,955	940,955	940,955	940,955
114,084	114,084	114,084	114,084
497,644	497,644	467,304	467,304
611,728	611,728	581,388	581,388
582,311	582,311	628,931	628,931
495,780	495,780	375,942	375,942
1,078,091	1,078,091	1,004,873	1,004,873
1,689,819	1,689,819	1,586,261	1,586,261
272,996	272,996	278,461	278,461
18,532	18,532	9,728	9,728
40,790	40,790	47,418	47,418
10,635	10,635	10,728	10,728
25,305	25,305	25,527	25,527
2,058,077	2,058,077	1,958,123	1,958,123
5,110,472	5,110,472	5,010,518	5,010,518
\$ 34,437,665	\$ 31,611,029	\$ 9,653,938	\$ 12,251,276

Continued

**Jefferson County, Alabama**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2002**  
**Exhibit #25**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Assistance Period
Sub-Total Brought Forward			
<b><u>U.S. Department of Labor</u></b>			
<b><u>Direct Programs</u></b>			
Homeless Veterans Reintegration Project	17.805	E-9-5-0-0039	4-1-00 To 9-30-02
Youth Opportunity Grants (M)	17.263	AZ-10126-00-60	3-20-00 To 6-30-03
Senior Community Services Employment Program	17.235	AD-11706-01-55	7-1-01 To 6-30-02
<b><u>Passed Through Alabama Department of Senior Services</u></b>			
Senior Community Service Employment Program	17.235	03-01-02-03a	7-1-01 To 6-30-02
Sub-Total Senior Community Service Employment Program			
<b><u>Passed Through Alabama Department of Economic and Community Affairs</u></b>			
Welfare -to-Work Grants to States and Localities (M)	17.253	84WtW	7-1-00 To 6-30-03
<b><u>Workforce Investment Act</u></b>			
Employment Service	17.207	6N308303	5-1-02 To 6-30-02
Employment and Training Assistance - Dislocated Worker (M)	17.246	92	7-1-00 To 6-30-02
Job Training Partnership Act (M)	17.250	92	7-1-00 To 6-30-02
Workforce Investment Act (M)	17.255	02	7-1-00 To 6-30-02
<b><u>WIA Cluster:</u></b>			
WIA Adult Program	17.258	12	7-1-01 To 6-30-03
WIA Youth Activities	17.259	12	7-1-01 To 6-30-03
WIA Dislocated Workers	17.260	12	7-1-01 To 6-30-03
Total WIA Cluster (M)			
Total U.S. Department of Labor			
<b><u>Federal Emergency Management Agency</u></b>			
<b><u>Passed Through State Emergency Management Agency</u></b>			
Hazard Mitigation Grant Program	83.548	HMGP1250-0020	12-18-00 To 3-30-03
Hazard Mitigation Grant Program	83.548	HMGP1214-0023	12-18-00 To 3-30-03
Hazard Mitigation Grant Program	83.548	HMGP1208-0025	12-18-00 To 3-30-03
Hazard Mitigation Grant Program	83.548	FMA-PJ-04AL-2000001	1-14-02 To 9-30-03
Sub-Total Hazard Mitigation Grant Program (M)			
Total Emergency Management Agency			
Sub-Total Forward			

<b>Budget</b>		<b>Revenue Recognized</b>	<b>Expenditures</b>
<b>Total</b>	<b>Federal Share</b>		
\$ 34,437,665	\$ 31,611,029	\$ 9,653,938	\$ 12,251,276
718,750	715,750	276,103	276,103
10,000,000	10,000,000	4,648,325	4,648,325
350,706	350,706	356,367	356,367
171,284	171,284	167,261	167,261
<u>521,990</u>	<u>521,990</u>	<u>523,628</u>	<u>523,628</u>
2,291,268	2,291,268	1,546,426	1,546,426
250,475	250,475	250,475	250,475
236,404	236,404	201,486	201,486
164,363	164,363	135,096	135,096
2,093,112	2,093,112	676,430	676,430
921,195	921,195	416,813	416,813
981,391	981,391	281,578	281,578
660,622	660,622	191,415	191,415
<u>2,563,208</u>	<u>2,563,208</u>	<u>889,806</u>	<u>889,806</u>
<u>18,839,570</u>	<u>18,836,570</u>	<u>9,147,775</u>	<u>9,147,775</u>
1,942,191	1,463,791	553,548	553,548
344,091	259,755	259,755	259,755
349,189	263,353	41,555	41,555
33,866	25,400	2,500	2,500
<u>2,669,337</u>	<u>2,012,299</u>	<u>857,358</u>	<u>857,358</u>
<u>2,669,337</u>	<u>2,012,299</u>	<u>857,358</u>	<u>857,358</u>
\$ 55,946,572	\$ 52,459,898	\$ 19,659,071	\$ 22,256,409

Continued

**Jefferson County, Alabama**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2002**  
**Exhibit #25**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Assistance Period
Sub-Total Brought Forward			
<b><u>U.S. Department of Justice</u></b>			
<b><u>Direct Programs</u></b>			
Public Safety Partnership and Community Policing Grants	16.710	1999SHWX0529	9-1-99 To 8-31-02
Public Safety Partnership and Community Policing Grants	16.710	1999 CLWX0262	4-1-99 To 6-30-02
Sub-Total Public Safety Partnership and Community Policing Grants			
Bulletproof Vest Partnership Program	16.607	2009175	3-1-99 To 2-28-03
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	2001-DD-BX-00016	1-1-01 To 6-30-02
<b><u>Passed Through Alabama Department of Economic and Community Affairs</u></b>			
Part E - State Challenge Activities	16.549	00-JE-JH-002	6-1-01 To 5-31-02
Total U. S. Department of Justice			
<b><u>U.S. Department of Education</u></b>			
<b><u>Passed Through Alabama Department of Economic and Community Affairs</u></b>			
Safe and Drug-Free Schools and Communities - State Grants	84.186	01-GV-DR-027	10-1-01 To 9-30-02
		01-GV-DR-039	10-1-01 To 9-30-02
		01-GV-DR-040	10-1-01 To 9-30-02
		01-GV-DR-041	10-1-01 To 9-30-02
		01-GV-DR-042	10-1-01 To 9-30-02
		01-GV-DR-043	10-1-01 To 9-30-02
		01-GV-DR-044	10-1-01 To 9-30-02
		01-GV-DR-045	10-1-01 To 9-30-02
		01-GV-DR-046	10-1-01 To 9-30-02
		01-GV-DR-047	10-1-01 To 9-30-02
		01-GV-DR-048	10-1-01 To 9-30-02
		01-GV-DR-049	10-1-01 To 9-30-02
		01-GV-DR-050	10-1-01 To 9-30-02
Total U.S. Department of Education			
<b><u>U.S. Department of Treasury</u></b>			
<b><u>Direct Program</u></b>			
Gang Resistance Education and Training	21.053	ATC010100	1-16-01 To 1-15-02
Gang Resistance Education and Training	21.053	ATC020090	1-16-02 To 1-15-03
Total U. S. Department of Treasury			
<b><u>U. S. Department of Commerce</u></b>			
<b><u>Direct Program</u></b>			
Economic Development - Technical Assistance	11.303	04-39-03391.02	7-25-86 To 9-30-02
Total U. S. Department of Commerce			
Sub-Total Forward			



<b>Budget</b>		<b>Revenue Recognized</b>	<b>Expenditures</b>
<b>Total</b>	<b>Federal Share</b>		
\$ 55,946,572	\$ 52,459,898	\$ 19,659,071	\$ 22,256,409
1,035,670	1,035,670	293,130	293,130
2,001,925	1,801,732	1,250,403	1,250,403
3,037,595	2,837,402	1,543,533	1,543,533
995	995	995	995
150,000	150,000	150,000	150,000
70,628	70,628	70,628	70,628
3,259,218	3,059,025	1,765,156	1,765,156
2,500	2,500	1,932	1,932
2,500	2,500	2,468	2,468
2,500	2,500	2,365	2,365
2,500	2,500	2,406	2,406
1,170	1,170	1,170	1,170
2,500	2,500	2,461	2,461
1,760	1,760	1,760	1,760
1,380	1,380	1,380	1,380
2,213	2,213	2,213	2,213
2,500	2,500	2,388	2,388
2,335	2,335	2,335	2,335
2,500	2,500	2,443	2,443
1,813	1,813	1,813	1,813
28,171	28,171	27,134	27,134
33,370	33,370	24,494	24,494
49,525	49,525	27,700	27,700
82,895	82,895	52,194	52,194
			541,310
			541,310
\$ 59,316,856	\$ 55,629,989	\$ 21,503,555	\$ 24,642,203

Continued

**Jefferson County, Alabama**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended September 30, 2002**  
**Exhibit #25**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Assistance Period
Sub-Total Brought Forward			
<b><u>Appalachian Regional Commission</u></b>			
<b><u>Direct Program</u></b>			
Appalachian Area Development	23.002		10-20-99 To 9-30-02
Total Appalachian Regional Commission			
<b><u>Corporation for National and Community Service</u></b>			
<b><u>Direct Program</u></b>			
Volunteers in Service to America	94.013	1636001579 A5	7-1-01 To 6-30-02
AmeriCorps	94.006	00ASFAL0011401	10-1-01 To 9-30-02
Total Corporation for National and Community Service			

**Total Expenditures of Federal Awards**

(M) = Major Program  
(N) = Non-cash Assistance

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

<b>Budget</b>		<b>Revenue Recognized</b>	<b>Expenditures</b>
<b>Total</b>	<b>Federal Share</b>		
\$ 59,316,856	\$ 55,629,989	\$ 21,503,555	\$ 24,642,203
400,000	200,000	180,000	180,000
<u>400,000</u>	<u>200,000</u>	<u>180,000</u>	<u>180,000</u>
5,000	5,000	1,657	1,657
340,180	340,180	178,328	178,328
<u>345,180</u>	<u>345,180</u>	<u>179,985</u>	<u>179,985</u>
<u>\$ 60,062,036</u>	<u>\$ 56,175,169</u>	<u>\$ 21,863,540</u>	<u>\$ 25,002,188</u>

**Notes to the Schedule of Expenditures  
Of Federal Awards  
For the Year Ended September 30, 2002**

**Note 1 – Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Jefferson County Commission and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, **Audits of States, Local Governments, and Non-Profit Organizations**. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the primary government financial statements.

**Note 2 – Subrecipients**

Of the federal expenditures presented in the schedule, Jefferson County Commission provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
Welfare-to Work Grants to States and Localities	17.253	\$ 1,714,628
Employment Service	17.207	\$ 250,475
Workforce Investment Act:		
Employment and Training Assistance-Dislocated Worker	17.246	
Job Training Partnership Act	17.250	
Workforce Investment Act	17.255	
WIA Cluster:		
WIA Adult Program	17.258	
WIA Youth Program	17.259	
WIA Dislocated Workers	17.260	
Total Workforce Investment Act		\$ 1,457,263
Youth Opportunity Grant	17.263	\$ 4,600,968
Community Development Block Grant-Entitlement Grants	14.218	\$ 1,976,266
Emergency Shelter Grants Program	14.231	\$ 170,597
Homeless Veterans Reintegration Project	17.805	\$ 273,179

**Note 3 – Workforce Investment Act**

Pursuant to instructions from the pass-through entity, CFDA Number 17.246, 17.250 and 17.255 are being separately displayed in the schedule. These programs have been consolidated into the WIA Cluster (CFDA Number 17.258, 17.259, and 17.260). The WIA Cluster, including the funds expended under CFDA Number 17.246, 17.250 and 17.255, are being considered a major program for compliance testing. The compliance requirements of the WIA Cluster (CFDA Number 17.258, 17.259 and 17.260) were used for compliance testing.

**Notes to the Schedule of Expenditures  
Of Federal Awards  
For the Year Ended September 30, 2002**

**Note 4 – Other**

Jefferson County issues loans through the Community Development Office for eligible recipients. The following loans were outstanding at September 30, 2002:

	<u>CFDA Number</u>	<u>Loans Outstanding</u>	<u>Less: Allowance for Doubtful Accounts</u>	<u>Net Loans Outstanding</u>
Community Development Block Grants/Entitlement Grants	14.218	\$ 2,734,071	\$ (121,587)	\$ 2,612,484
Economic Development Technical Assistance	11.303	\$ 329,857	\$ (29,710)	\$ 300,147
HOME Investment Partnership Program	14.239	\$ 774,345		\$ 774,345

<p><b>Commission Members and Administrative Personnel</b>  <b>October 1, 2001 through September 30, 2002</b></p>
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<b>Commission Members</b>	<b>Term Expires</b>
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Hon. Gary White, President	Suite 230 Jefferson County Courthouse Birmingham, AL 35263	2002
Hon. Bettye Fine Collins, Member	Suite 220 Jefferson County Courthouse Birmingham, AL 35263	2002
Hon. Jeff Germany, Member	927 Brandy Lane Birmingham, AL 35214	2002
Hon. Mary M. Buckelew, Member	Suite 210 Jefferson County Courthouse Birmingham, AL 35263	2002
Hon. Steve Small, Jr. Member	401 19 <sup>th</sup> Street South, Unit 404 Birmingham, AL 35233	2002

**Administrative Personnel**

Mr. Steve Saylor, Finance Director	Suite 810 Jefferson County Courthouse Birmingham, AL 35263
Mr. Travis Hulsey, Assistant Finance Director	Suite 810 Jefferson County Courthouse Birmingham, AL 35263
Mr. Danny Panos Chief Accountant	Suite 820 Jefferson County Courthouse Birmingham, AL 35263

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

We have audited the financial statements of the Jefferson County Commission as of and for the year ended September 30, 2002, and have issued our report thereon dated February 21, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in **Government Auditing Standards**, issued by the Comptroller General of the United States.

**Compliance**

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

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Jefferson County Commission's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Jefferson County Commission's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 99-1 and 2001-1,

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

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 financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above are material weaknesses.

This report is intended solely for the information and use of management, other state officials, federal awarding agencies and pass-through entities and it not intended to be and should not be used by anyone other than these specified parties.



Ronald L. Jones  
Chief Examiner

Department of Examiners of Public Accounts

February 21, 2003



**Report on Compliance With Requirements Applicable to Each  
Major Program and Internal Control Over Compliance in  
Accordance With OMB Circular A-133**

**Compliance**

We have audited the compliance of the Jefferson County Commission 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 September 30, 2002. The Jefferson County Commission's major federal programs are identified in the Summary of Examiner'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 Jefferson County Commission's management. Our responsibility is to express an opinion on the Jefferson County Commission's compliance based on our audit.

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

In our opinion, the Jefferson County Commission 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 September 30, 2002.

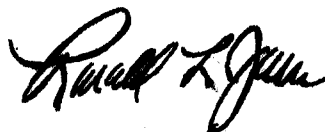
**Internal Control Over Compliance**

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

**Report on Compliance With Requirements Applicable to Each  
Major Program and Internal Control Over Compliance in  
Accordance with OMB Circular A-133**

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operations that we consider to be material weaknesses.

This report is intended solely for the information and use of management, other state officials, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Ronald L. Jones  
Chief Examiners  
Department of Examiners of Public Accounts

February 21, 2003

**Schedule of Findings and Questioned Costs  
For the Year Ended September 30, 2002**

**Section I – Summary of Examiner’s Results**

**Financial Statements**

Type of opinion issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified? \_\_\_\_\_ Yes  X  No

Reportable condition(s) identified that are not considered to be material weakness(es)?  X  Yes \_\_\_\_\_ None reported

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes  X  No

**Federal Awards**

Internal control over major programs:

Material weakness(es) identified? \_\_\_\_\_ Yes  X  No

Reportable condition(s) identified that are not considered to be material weakness(es)? \_\_\_\_\_ Yes  X  None reported

Type of opinion issued 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

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster
	Community Development Block
14.218	Grants/Entitlement Grants
14.239	HOME Investment Partnerships Program
93.887	Health Care and Other Facilities
17.263	Youth Opportunity Grants
	Welfare-to-Work Grants to States and Localities
17.253	Employment and Training Assistance - Dislocated Worker
17.246	
17.250	Job Training Partnership Act
17.255	Workforce Investment Act
17.258, 17.259, and 17.260	WIA Cluster
83.548	Hazard Mitigation Grant Program

Dollar threshold used to distinguish Between Type A and Type B programs: \$ 672,146

Auditee qualified as low-risk auditee?  X  Yes \_\_\_\_\_ No

**Schedule of Findings and Questioned Costs  
For the Year Ended September 30, 2002**

**Section II – Financial Statement Findings (GAGAS)**

Ref. No.	Type of Funding	Finding/Noncompliance	Questioned Costs
99-1	Internal Control	<p><b><u>Finding:</u></b> Procedures were not in place to ensure compliance with all contract provisions between the Commission and Bessemer Water Service for sewer billing services</p> <p><b><u>Recommendation:</u></b> Procedures should be implemented to ensure compliance with all contract provisions between the Commission and Bessemer Water Service for sewer billing services.</p>	
2001-1	Internal Control	<p><b><u>Finding:</u></b> Procedures were not present to assure that all certificates of deposit for retainage on construction contracts were recorded in the financial statements.</p> <p><b><u>Recommendation:</u></b> Procedures should be implemented to assure that all certificates of deposit for retainage on construction contracts are properly recorded.</p>	

**Section III – Federal Awards Findings and Questioned Costs**

Ref. No.	CFDA No.	Program	Finding/Noncompliance	Questioned Costs
			No matters were reportable.	



LARRY P. LANGFORD - PRESIDENT  
MARY M. BUCKELEW  
BETTYE FINE COLLINS  
SHELIA SMOOT  
GARY WHITE

STEVE F. SAYLER  
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TRAVIS A. HULSEY  
Assistant Finance Director  
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716 Richard Arrington, Jr. Blvd. N.  
Birmingham, Alabama 35203  
Telephone (205) 325-5762

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***Summary Schedule of Prior Audit Findings***

***For the Year Ended September 30, 2002***

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As required by the Office of Management and Budget (OMB) Circular No. A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, Section \_\_\_\_ .315(b), the Jefferson County Commission has prepared and hereby submits the following Summary Schedule of Prior Audit Findings as of September 30, 2002.

**Finding  
Ref.  
No.**

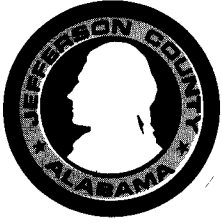
**Status of Prior Audit Finding**

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2001-2      Corrective action was taken.

# JEFFERSON COUNTY COMMISSION

**LARRY P. LANGFORD—COMMISSIONER**  
Finance and General Services



LARRY P. LANGFORD - PRESIDENT  
MARY M. BUCKELEW  
BETTIE FINE COLLINS  
SHELIA SMOOT  
GARY WHITE

STEVE F. SAYLER  
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Birmingham, Alabama 35203  
Telephone (205) 325-5762

## **Corrective Action Plan For the Year Ended September 30, 2002**

As required by the Office of Management and Budget (OMB) Circular No. A-133, *Audits of States, Local Governments, and Non-Profit Organization*, Section .315(c), the Jefferson County Commission has prepared and hereby submits the following Correction Action Plan for the findings included in the Schedule of Findings and Questioned Costs for the year ended September 30, 2002.

**Finding #1999-1:** Procedures were not in place to ensure compliance with all provisions between the Commission and Bessemer Water Service for sewer billing services.

**Response:** The County test checks various transactions with the Water Service. Although we cannot force them to improve their operations, we feel these compensating controls will help uncover most material problems with the Water Service.

**Finding #2001-1** Procedures were not present to assure that all certificates of deposit for retain age on construction contracts were recorded in financial records.

**Response:** The Finance Department and Sewer Department are working to institute proper procedures. Sewer Department records are vastly improved for 2002. Roads and Transportation will be complete during 2003.

## **Other Matters in Report to the Chief Examiner For the Year**

**Finding:** At September 30, 2002, the following funds had deficit fund balances:

Road Fund	\$ 7,460,000
Senior Citizen's Activities Fund	\$ 1,040,000
Capital Improvements Fund	\$30,959,000
Road Construction Fund	\$ 2,463,000

**Response:** The Jefferson County Commission supplements the operations from the General Fund. The Commission transfers the supplementary cash at

appropriate times during the fiscal year and we will not overfund the cash account in order to eliminate the fund balance deficit. We will maintain cash accounts with a zero balance for funds that are not self sustaining. We will not overfund the fund's accounts in order to eliminate the fund balance deficits.

**Finding:** It appears that manhole adjustment and installation projects were split in such a manner that cash project would be less than the fifty thousand dollar (\$50,000) threshold established under the Alabama Public Works Law.

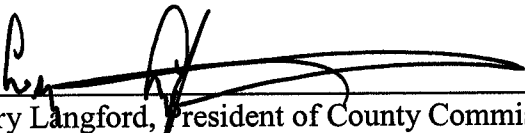
**Response:** All \$50,000 manhole projects have been stopped and the Commission plans to never enter into any other such projects. Investigations are ongoing for all old previous \$50,000 manhole projects. We will reveal all investigation results to you at the appropriate time.

**Finding:** It appears that the County is not complying with the Alabama Public Works Law by contracting with a vendor to provide professional services and then allowing the vendor to engage in the repair and maintenance of the public works.

**Response:** The Commission is now bidding all contracts that have joint professional and maintenance provisions. The Commission's independent consultant is also reviewing all old contracts to determine the old contracts' efficacy.

**Finding:** The *Code of Alabama 1975*, Section 39-2-2 (b) (Alabama Public Works Law) states that "an awarding authority may let contracts for public works." During the audit period, there was an emergency sewer repair project that exceeded the \$50,000 public works threshold and was required to be bid. The Jefferson County Department of Environmental Services, and not the Jefferson County Commission (the awarding authority), awarded the bid.

**Response:** The one emergency award that was improperly awarded is an isolated situation, but the Commission has implemented procedures to insure that another occurrence never happens.

  
Larry Langford, President of County Commission

