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**SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
FINANCIAL REPORT  
FOR THE YEAR ENDED  
JUNE 30, 2001**

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 8-29-01

SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
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JUNE 30, 2001

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# **GENERAL PURPOSE FINANCIAL STATEMENTS**

# HINES, JACKSON & HINES

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## INDEPENDENT AUDITORS' REPORT

Honorable Guffey Lynn Pattison  
Sabine Parish Sheriff and Ex-Officio Tax Collector  
Many, Louisiana 71449

We have audited the accompanying general purpose financial statements of the Tax Collector Agency Fund of the Sabine Parish Sheriff, Many, Louisiana, as of and for the year ended June 30, 2001, as listed in the table of contents. These financial statements are the responsibility of the Sabine Parish Sheriff's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As discussed more fully in Note 1, the Sabine Parish Sheriff is the ex-officio tax collector for the various taxing bodies within Sabine Parish, and the accompanying general purpose financial statements present information only on his activities as parish tax collector and is not intended to present fairly the financial position and results of operations of the Sabine Parish Sheriff, Many, Louisiana, in conformity with accounting principles generally accepted in the United States of America. The accompanying financial statements have been prepared on the basis of cash receipts and disbursements which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion the financial statements referred to in the first paragraph present fairly, in all material respects, the assets and liabilities arising from cash transactions of the Tax Collector Agency Fund of the Sabine Parish Sheriff, Many, Louisiana as of June 30, 2001, and the collections and distributions for the year then ended, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated July 19, 2001, on our consideration of the Tax Collector Agency Fund of the Sabine Parish Sheriff's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

The financial information for the year ended June 30, 2000, which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion dated July 24, 2000 on the general purpose financial statements of the Tax Collector Agency Fund of the Sabine Parish Sheriff.

***Hines, Jackson & Hines***  
Natchitoches, Louisiana  
July 19, 2001

EXHIBIT A

SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS  
JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
Cash	<u>\$ 148,794</u>	<u>\$ 50,420</u>
LIABILITIES		
Due to Taxing Bodies and Others	<u>\$ 148,794</u>	<u>\$ 50,420</u>

The accompanying notes are an integral part of this statement.

EXHIBIT B

SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
STATEMENT OF COLLECTIONS, DISTRIBUTIONS AND UNSETTLED BALANCES  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
Unsettled Balances at July 1,	\$ 50,420	\$ 160,520
<b>COLLECTIONS</b>		
Ad valorem tax	6,591,538	6,066,753
State revenue sharing	499,748	510,927
Sportsmen's licenses	0	128,030
Insurance premium	60,906	52,146
Interest	33,255	35,481
Other	<u>40,325</u>	<u>40,754</u>
Total Collections	<u>7,225,772</u>	<u>6,834,091</u>
Total available for distribution	7,276,192	6,994,611
<b>DISTRIBUTIONS</b>		
Louisiana Department of Agriculture and Forestry	34,650	31,706
Louisiana Department of Wildlife and Fisheries	0	111,227
Sabine Parish		
Fire Protection District No. 1	170,894	177,223
Fire Protection District No. 2	163,826	161,034
Fire Protection District No. 3	223,929	219,999
Library	359,081	357,065
Police Jury	1,270,894	1,257,187
School Board	3,299,289	2,991,600
Sheriff	910,830	943,946
South Toledo Bend Waterworks District	47,368	46,042
Tax Assessor	457,012	460,024
Pension Funds	184,842	170,999
Other	<u>4,783</u>	<u>16,139</u>
Total Distributions	<u>7,127,398</u>	<u>6,944,191</u>
Unsettled Balances at June 30,	<u>\$ 148,794</u>	<u>\$ 50,420</u>

The accompanying notes are an integral part of this statement.

SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2001

**NOTE 1            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

As provided by Article V, Section 27 of the Louisiana Constitution of 1974, the sheriff is the ex-officio tax collector of the parish and is responsible for the collection and distribution of ad valorem property taxes, state revenue sharing funds, angling, hunting, and trapping licenses, and fines, costs, and bond forfeitures imposed by the district court.

**A.            Reporting Entity**

Louisiana Revised Statute 24:513 (B) requires that the accounts of each tax collector be audited annually. Accordingly, the accompanying financial statements reflect the financial activity of the sheriff related only to his responsibility as ex-officio tax collector. Amounts included in these financial statements are also included in the sheriff's annual general purpose financial statements.

**B.            Basis of Accounting**

The accounts of the tax collector are established to reflect the collections imposed by law, the distributions pursuant to such law, and unsettled balances due various taxing bodies and others. The accompanying financial statements have been prepared on the cash basis of accounting with collections recognized when received and distributions recognized when paid.

**C.            Cash**

Cash includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively withdraw funds at any time without prior notice or penalty. As reflected on Exhibit A, the Tax Collector Agency Fund of the Sabine Parish Sheriff had cash totaling \$148,794 at June 30, 2001.

State law authorizes the Tax Collector Agency Fund to deposit tax collections in interest bearing accounts, certificates of deposit or other investments as permitted by law with a bank domiciled in the parish where the funds are collected. At June 30, 2001, the Tax Collector Agency Fund had bank deposit balances totaling \$155,200. These deposits were secured from risk by \$100,000 of federal depository insurance and \$55,200 (market value) of pledged securities held by the custodial banks in the name of the fiscal agent (GASB category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the sheriff that the fiscal agent has failed to pay deposited funds upon demand.

**D.            Comparative Data**

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the assets and liabilities and collections and distributions of the Tax Collector Agency Fund of the Sabine Parish Sheriff. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. Certain amounts from prior year financial statements have been reclassified to conform with current classifications.



SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2001

**NOTE 2            STATE REVENUE SHARING**

The revenue sharing funds provided by Act 36 of 2000 were distributed as follows:

	<u>2001</u>	<u>2000</u>
Sabine Parish		
Assessor	\$ 45,378	\$ 46,095
Fire Protection District #1	14,879	15,039
Fire Protection District #2	15,219	15,265
Fire Protection District #3	29,283	29,244
Library	36,755	36,861
Police Jury	126,036	125,925
School Board	156,339	166,732
Sheriff	65,150	65,047
Pension Fund	10,082	10,066
Other	<u>627</u>	<u>653</u>
Total	<u>\$ 499,748</u>	<u>\$ 510,927</u>

**NOTE 3            TAXES PAID UNDER PROTEST**

Louisiana Revised Statute 47:1576 provides that taxpayers, at the time of payment of all taxes due, may give notice to the tax collector of their intention to file suit for recovery of all or a portion of the total taxes paid. Upon receipt of this notice, the amount paid shall be segregated and held by the tax collector for a period of thirty days. If suit is filed within the thirty day period for recovery of such amounts, the funds segregated shall be held pending outcome of the suit. If the taxpayer prevails, the tax collector shall refund the amount due, with interest at the rate of two percent per annum from the date the funds were received by the tax collector. There were \$89,366 in ad valorem taxes paid under protest at June 30, 2001.



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

Honorable Guffey Lynn Pattison  
Sabine Parish Sheriff and Ex-Officio Tax Collector  
P. O. Box 1440  
Many, Louisiana 71449

We have audited the general purpose financial statements of the Tax Collector Agency Fund of the Sabine Parish Sheriff, Many, Louisiana, as of and for the year ended June 30, 2001, and have issued our report thereon dated July 19, 2001. We conducted our audit in accordance with generally accepted auditing standards 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 Tax Collector Agency Fund'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.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Tax Collector Agency Fund'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. Our 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 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Sabine Parish Sheriff and his management, and the Legislative Auditor of the State of Louisiana and is not intended to be, and should not be, used by anyone other than the specified parties.

***Hines, Jackson & Hines***

Natchitoches, Louisiana  
July 19, 2001

SCHEDULE 1

SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2001

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.

SCHEDULE 2

SABINE PARISH SHERIFF  
TAX COLLECTOR AGENCY FUND  
MANY, LOUISIANA  
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2001

<u>Ref. No.</u>	<u>Description of Finding</u>	<u>Correct Action Planned</u>	<u>Name(s) of Contact Person(s)</u>	<u>Anticipated Completion Date</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.