



“NATIONALLY ACCREDITED”

LAFOURCHE PARISH SHERIFF
THIBODAUX, LOUISIANA

Annual Financial Report
Year Ended June 30, 2014

T.S. KEARNS & CO.
CPA

(A Professional Corporation)
164 West Main Street, Thibodaux, LA 70301
South end of Canal Boulevard
(985) 447-8507 Fax (985) 447-4833
kearnscpa@kearnscpa.com

LAFOURCHE PARISH SHERIFF

Thibodaux, Louisiana

Annual Financial Statements
As of and for the Year Ended June 30, 2014

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Independent Auditor's Report

Honorable Craig Webre
Lafourche Parish Sheriff
Thibodaux, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lafourche Parish Sheriff (Sheriff), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Lafourche Parish Sheriff's Office, as of June 30, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 6 through 13), budgetary comparison information (page 47) and the schedule of funding progress (page 48) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sheriff's basic financial statements. The accompanying financial information listed as "Other Supplementary Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The other supplementary information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United

States. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2014, on our consideration of the Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sheriff's internal control over financial reporting and compliance.



December 22, 2014

Required Supplementary Information
PART 1

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Management's Discussion and Analysis (unaudited)
For the year ended June 30, 2014

Within this section of the Lafourche Parish Sheriff (the Sheriff) annual financial report, the Sheriff's management provides this narrative discussion and analysis of the financial activities for the fiscal year ended June 30, 2014. The Sheriff's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

FINANCIAL HIGHLIGHTS

- The Sheriff's total net position increased \$2,166,777 or 21% over the course of this year's operations.
- During the year, the Sheriff generated \$33,261,601 in tax and other revenues for governmental programs, an increase from the prior year of \$1,142,505 or 4%.
- The overall increase in revenues in the current fiscal year was primarily attributable to increases in two sources, ad valorem tax and sales tax revenue, with a combined increase of \$2,359,150. There was also a decrease in current year grant revenue of \$731,129.
- The Sheriff's expenses decreased by \$2,001,836 or 6%, from the prior fiscal year. This is largely attributable to a decrease in salaries and benefits expense for the year.
- Total revenues exceeded expenses by \$2,166,776 in the current year. This is an improvement over the previous year when total expenses exceeded total revenues by \$977,565.

Overall, the Sheriff's office continues to maintain a good financial position. The financial highlights are explained in more detail in the remaining sections of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management and Discussion Analysis document introduces the Sheriff's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The Sheriff also includes in this report additional information to supplement the basic financial statements.

Government-Wide Financial Statements

The Sheriff's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Sheriff's overall financial status. Financial reporting at this level uses a perspective similar to that found

LAFOURCHE PARISH SHERIFF
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Management's Discussion and Analysis (unaudited)
For the year ended June 30, 2014

in the private sector with its basis in accrual accounting and elimination or reclassification between funds.

The first of the government-wide statements is the Statement of Net Position. This is the government-wide statement of position presenting information that includes all of the Sheriff's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Sheriff as a whole is improving or deteriorating. Evaluation of the overall health of the Sheriff's finances would extend to other nonfinancial factors such as diversification of the taxpayer base, in addition to the financial information provided in this report.

The second government-wide statement is the Statement of Activities, which reports how the Sheriff's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Sheriff's distinct activities or functions on revenues provided by the Sheriff's taxpayers.

The government-wide financial statements present governmental activities of the Sheriff that are principally supported by ad valorem and sales taxes. The sole purpose of these governmental activities is public safety. The government-wide financial statements are presented on pages 14 and 15 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Sheriff used funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Sheriff's most significant funds rather than on the Sheriff as a whole.

The Sheriff has two kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same function reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the Sheriff's governmental funds, including object classifications. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Management's Discussion and Analysis (unaudited)
For the year ended June 30, 2014

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight in to the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives. The basic governmental fund financial statements are presented on pages 16 to 19 of this report.

Fiduciary funds are reported in the fund financial statements and report taxes, fees, etc. collected for persons and other taxing bodies. The basic agency fund financial statement is presented on page 20 of this report.

Notes to the basic financial statements

The accompanying notes to the financial statement provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 21 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Sheriff's budget presentations. The budgetary comparison statement is included as "required supplementary information" for the general fund. This statement demonstrates compliance with the Sheriff's adopted and revised budget and can be found on page 47 of this report. The Schedule of Funding Progress is also required supplementary information which provides information about the Sheriff's Other Post Employment Benefits. This schedule can be found on page 48.

In addition, other supplemental information providing details on the individual agency funds as well as the schedule of expenditures of federal awards is presented on pages 49 to 58 of this report.

FINANCIAL ANALYSIS OF THE SHERIFF AS A WHOLE

Changes in net position may be observed and used to discuss the changing financial position of the Sheriff as a whole.

The Sheriff's total net position at fiscal year-end is \$12,291,673. The following table provides a comparative summary of the Sheriff's net position:

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Management's Discussion and Analysis (unaudited)
For the year ended June 30, 2014

Summary of Net Position

	Governmental activities 6/30/2014	% Total	Governmental activities 6/30/2013	% Total
Assets:				
Current assets and other assets	\$ 12,913,547	58.6%	\$ 11,707,553	60.2%
Capital assets	9,131,324	41.4%	7,724,231	39.8%
Total assets	22,044,871	100%	19,431,784	100%
Liabilities:				
Current liabilities	2,845,275	29.2%	2,609,579	28.0%
Long-term liabilities	6,907,922	70.8%	6,697,309	72.0%
Total liabilities	9,753,197	100%	9,306,888	100%
Net position:				
Invested in capital assets, net of debt	5,876,322	47.8%	4,069,231	40.2%
Restricted for debt service	511,964	4.2%	481,381	4.8%
Unrestricted	5,903,387	48.0%	5,574,284	55.1%
Total net position	\$ 12,291,673	100%	\$ 10,124,896	100%

The Sheriff's current assets, which include cash, investments in LAMP, and receivables, have increased 11% from last fiscal year. Net capital assets have also increased 10% from last year. The Sheriff's Office invested \$1,807,091 in capital assets throughout the parish in order to enhance law enforcement services and provide protection for law officers as well as the citizens of Lafourche Parish. The following table provides a summary of the Sheriff's change in net position:

Summary of Changes in Net Position

	Governmental activities 6/30/2014	% Total	Governmental activities 6/30/2013	% Total
Revenues:				
Program:				
Charges for services	\$ 7,181,799	21.6%	\$ 7,176,351	22.3%
Operating grants	1,638,807	4.9%	2,369,936	7.4%
General:				
Ad valorem taxes	9,169,871	27.6%	8,081,157	25.2%
Sales taxes	11,007,193	33.1%	9,736,757	30.3%
State supplemental pay	1,350,856	4.1%	1,463,012	4.6%
State revenue sharing	187,946	0.6%	189,091	0.6%

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For the year ended June 30, 2014

Unrestricted grants & contributions	2,424,037	7.3%	2,567,413	8.0%
Interest income	9,560	0.0%	6,829	0.0%
Other income	291,532	0.9%	528,550	1.6%
	<u>33,261,601</u>	<u>100%</u>	<u>32,119,096</u>	<u>100%</u>
Total revenues				
Program expenses:				
Public safety	31,014,948	99.7%	33,049,700	99.9%
Interest expense	79,877	0.3%	46,961	0.1%
	<u>31,094,825</u>	<u>100%</u>	<u>33,096,661</u>	<u>100%</u>
Total expenses				
Changes in net position	2,166,776		(977,565)	
Beginning net position	<u>10,124,898</u>		<u>11,102,463</u>	
Ending net position	<u>\$ 12,291,673</u>		<u>\$ 10,124,898</u>	

GOVERNMENTAL ACTIVITIES

The Sheriff uses funds to help control and manage money for particular purposes. Governmental funds are reported in the fund statements with short-term, inflow and outflow of spendable resources focus. At the completion of the year, the Sheriff's governmental fund reported a fund balance of \$10,080,313. This reflects an 11% increase from last year due to the current year revenues exceeding expenditures by \$968,746.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Sheriff's office uses the budget as a management tool to closely monitor revenues and expenditures. The Sheriff's original budget was adopted on June 14, 2013 and the amended budget adopted on June 13, 2014.

The actual revenues for the year exceeded budgeted amounts favorably by 2.6%, within the guidelines of state budgeting laws.

The actual expenditures deviate favorably from budgeted amounts by 4.9%, within the guidelines of state budgeting laws.

The budgetary comparison schedule can be found on page 47.

LAFOURCHE PARISH SHERIFF
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Management's Discussion and Analysis (unaudited)
For the year ended June 30, 2014

Next Year's Budget

Governmental funds:

A balanced budget was adopted for fiscal year 2015. The budget is intended to present to the public a representation of the financial plan of the Sheriff's Office. In this instance, it is a financial picture for the coming year.

Revenues and expenditures have been projected based on prior experience and reflect the best estimate of expected financial activity for the coming year.

Total tax and related revenues are budgeted at a rate less than the 2013-2014 fiscal year. This is a result of sales tax figures being estimated at a level lower than last year. Intergovernmental fees and revenue remain fairly consistent with previous levels. Self-generated fees are increasing in relation to the previous year as service program revenue in the areas of fees and fines collections and funds generated from the Transitional Work Program are expected to increase. Funding from Other Sources has decreased slightly from the previous year as a result of declining grant activity.

Budgeted expenditures are necessary for the normal operation of the Lafourche Parish Law Enforcement District. Personal services and related benefits are decreasing slightly in relation to the previous year. It is important to note that health insurance premiums as well as required pension contributions are subject to increases and directly affect this category. Operating supplies and expenditures are budgeted on a level consistent with the previous year and are significantly lower than years prior to last year. This is a result of increased efficiencies the Law Enforcement District has realized through technological advancements in several areas of operation. Capital Outlay expenditures reflect the needs of capital improvement in the areas of fleet, buildings, and other various equipment.

New Sales Tax Revenue for Jail Construction:

The construction and operation of a new will be supported by a newly enacted parish-wide sales and use tax passed by the Law Enforcement District that has been levied and will be assessed on activity in Lafourche Parish beginning July 1, 2014.

Total Tax and Related Revenues are budgeted to reflect one year's collection of the newly levied 2/10% sales tax and the estimate is based on prior collections of other parish-wide sales taxes in Lafourche. Self-Generated Fees have been budgeted to reflect the Law Enforcement District's best estimate of interest income during the period.

Operating supplies and expenditures has been budgeted to present the Law Enforcement District's best estimate of consultant fees to be incurred in the planning stages for the new detention facility.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Management's Discussion and Analysis (unaudited)
For the year ended June 30, 2014

Next year's budget meets the financial demands and fulfills the needs to meet the challenges of the coming fiscal year.

CAPITAL ASSETS

At the end of the year, the Sheriff has \$19,070,742 invested in capital assets, including land, buildings, furniture, equipment, and vehicles. This year there were additions of \$2,555,401 and disposals of \$144,255. The following table presents a summary of capital asset activity:

	<u>Governmental activities</u>	
	<u>2014</u>	<u>2013</u>
Nondepreciable assets:		
CIP - Jail Construction	\$ 6,266	
CIP - Phone System	9,735	
CIP - Radio Tower	6,750	
CIP - Public Records Management System	204,636	
CIP - Administration building	2,248,208	\$ 694,121
Land	<u>474,624</u>	<u>474,624</u>
Total nondepreciable assets	2,950,219	1,168,745
Depreciable assets:		
Buildings and improvements	\$ 3,944,829	\$ 3,944,829
Vehicles	6,488,056	6,306,899
Equipment and furniture	<u>5,687,638</u>	<u>5,239,133</u>
Total depreciable assets	16,120,523	15,490,861
Less accumulated depreciation	<u>9,939,419</u>	<u>8,935,365</u>
Book value - depreciable assets	<u>\$ 6,181,104</u>	<u>\$ 6,555,496</u>

This year's major capital asset addition is the continued renovations on Phase I of the Law Enforcement building on Lynn Avenue totaling \$1,554,087 in the current year.

More information about the Sheriff's capital assets is presented in Note 6 of the financial statements.

LONG-TERM DEBT

The Sheriff has an outstanding Certificate of Indebtedness, Series 2009 with an original value of \$1,000,000. \$100,000 of principal was redeemed on the debt leaving a balance of \$555,000 at year end.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Management’s Discussion and Analysis (unaudited)
For the year ended June 30, 2014

The Sheriff has another outstanding Certificate of Indebtedness, Series 2012 with an original value of \$3,000,000. \$300,000 of principal was redeemed on the debt leaving a balance of \$2,700,000 at year end.

At the fiscal year-end, the Sheriff had long-term debt as follows:

	<u>2014</u>	<u>2013</u>
2009 Certificate of Indebtedness	\$ 555,000	\$ 655,000
2012 Certificate of Indebtedness	<u>2,700,000</u>	<u>3,000,000</u>
	<u>\$ 3,255,000</u>	<u>\$ 3,655,000</u>

The total long term debt balance, at year-end, including compensated absences and OPEB, is \$6,907,922. Total debt service required for the upcoming fiscal year is \$410,000 and \$72,101, principal and interest, respectively.

More information about the Sheriff’s long-term debt is presented in Note 14 of the financial statements.

CONTACTING THE SHERIFF’S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the Sheriff’s finances and to show the Sheriff’s accountability for the money it receives. Any questions about this report or requests for additional information may be directed to Sheriff Craig Webre, P.O. Box 5608, Thibodaux, Louisiana 70302.

CLOSING COMMENTS

The Sheriff continues to closely monitor the use of its funds to ensure that the funds are spent wisely. We are very proud of the progress that has been made throughout the parish in providing quality law enforcement and protection to all our citizens.

Financial Statements

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

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

Statement of Net Position
Governmental Activities
June 30, 2014

ASSETS

Current assets:

Cash and cash equivalents	\$ 9,765,861
Investments	229,266
Receivables	400,742
Due from other governments	<u>2,517,678</u>
Total current assets	<u>12,913,547</u>

Noncurrent assets:

Capital assets:

Land	474,624
Capital assets, net	<u>8,656,700</u>
Total noncurrent assets	<u>9,131,324</u>

TOTAL ASSETS

22,044,870

LIABILITIES

Current liabilities:

Accounts payable & accrued expenses	458,372
Salaries and benefits payable	1,346,150
Due to taxing bodies and others	131,115
Accrued interest payable	12,042
Due to inmates	<u>897,596</u>
Total current liabilities	<u>2,845,275</u>

Noncurrent liabilities:

Due within one year	410,000
Due after one year	<u>6,497,922</u>
Total noncurrent liabilities	<u>6,907,922</u>

TOTAL LIABILITIES

9,753,197

NET POSITION

Invested in capital assets, net of related debt	5,876,322
Restricted - debt service	511,964
Unrestricted	<u>5,903,387</u>

TOTAL NET POSITION

\$ 12,291,673

The accompanying notes are an integral part of the basic financial statements.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

Statement of Activities
For the Year Ended June 30, 2014

Activities	Expenses	Program Revenues		Net (Expense) Revenues and Changes in Net Assets
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Public safety	\$ 31,014,948	\$ 7,181,799	\$ 1,638,807	\$ (22,194,342)
Interest on short-term debt	49	-	-	(49)
Interest on long-term debt	79,828	-	-	(79,828)
Total	\$ 31,094,825	\$ 7,181,799	\$ 1,638,807	\$ (22,274,220)
General revenues:				
Property Taxes				9,169,871
Sales and use taxes				11,007,193
State revenue sharing				187,946
Supplemental pay				1,350,856
Unrestricted grants & contributions				2,424,037
Interest earnings				9,560
Other income				291,532
Total general revenues				<u>24,440,995</u>
Change in net assets				2,166,776
Net position - beginning				<u>10,124,898</u>
Net position - ending				<u>\$ 12,291,673</u>

The accompanying notes are an integral part of the basic financial statements.

Fund Financial Statements (FFS)

Major Fund's Description

General Fund

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

Non-Major Funds' Description

Capital Projects Fund

To account for capital improvements that include construction and acquisition of improvements to the buildings and grounds of the Law Enforcement building located Lynne Ave in Thibodaux, Louisiana.

Debt Service Fund

To account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs associated with the financing for the renovation of the Law Enforcement building located on Lynn Avenue in Thibodaux, Louisiana. General obligation bonds, series 2012 provide funding for the projects.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

Balance Sheet - Governmental Funds
June 30, 2014

	General Fund	Capital Projects Fund (Non-major)	Debt Service Fund (Non-major)	Total
ASSETS				
Cash and cash equivalents	\$ 9,556,479	\$ 179,419	\$ 29,964	\$ 9,765,861
Investments	229,266			229,266
Receivables	400,742			400,742
Due from other governments	2,517,678			2,517,678
	<u>12,704,164</u>	<u>179,419</u>	<u>29,964</u>	<u>12,913,547</u>
TOTAL ASSETS				
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued expenses	411,179	47,192		458,372
Salaries and related expenses payable	1,346,150			1,346,150
Due to taxing bodies and others	131,115			131,115
Due to inmates	897,596			897,596
Due to (from) other governmental funds	(200)	100	100	-
Total Liabilities	<u>2,785,841</u>	<u>47,292</u>	<u>100</u>	<u>2,833,233</u>
Equity and Other Credits:				
Fund balances:				
Committed for Capital Projects	227,387	132,126		359,513
Committed for SELA Crime Lab	21,161			21,161
Committed for debt service	482,101		29,864	511,964
Assigned for drug interdiction	416,953			416,953
Assigned for insurance	1,500,000			1,500,000
Assigned for DARE	48,555			48,555
Assigned for Disasters	1,500,000			1,500,000
Unassigned	5,722,167			5,722,167
Total Equity and Other Credits	<u>9,918,324</u>	<u>132,126</u>	<u>29,864</u>	<u>10,080,314</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 12,704,164</u>	<u>\$ 179,419</u>	<u>\$ 29,964</u>	<u>\$ 12,913,546</u>

The accompanying notes are an integral part of the basic financial statements

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2014**

Total fund balances for governmental funds at June 30, 2014 \$ 10,080,314

Total net position reported for governmental activities in the statement of net positions is different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:

Land	\$ 474,624	
Construction in progress on capital assets	2,475,595	
Buildings and improvements, net of \$1,437,610 accumulated depreciation	2,507,219	
Equipment and furniture, net of \$3,755,708 accumulated depreciation	1,931,930	
Vehicles and watercraft, net of \$4,746,101 accumulated depreciation	<u>1,741,954</u>	9,131,323

Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:

Accrued interest payable	(12,042)	
Certificate of Indebtedness	(3,255,000)	
Other post-employment benefits payable	(3,629,486)	
Compensated absences payable	<u>(23,435)</u>	<u>(6,919,963)</u>

Total net position of governmental activities at June 30, 2014 \$ 12,291,673

The accompanying notes are an integral part of the basic financial statements.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

**Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Year Ended June 30, 2014**

	General Fund	Capital Projects Fund (Non-major)	Debt Service Fund (Non-major)	Total
Revenues:				
Ad valorem taxes	\$ 9,169,871			\$ 9,169,871
Sales and use taxes	11,007,193			11,007,193
Intergovernmenta	5,601,646			5,601,646
Charges for services	7,144,949			7,144,949
Forfeitures and restitutor	36,849			36,849
Interest income	8,927	\$ 619	\$ 14	9,560
Other	291,532			291,532
Total revenues	<u>33,260,968</u>	<u>619</u>	<u>14</u>	<u>33,261,601</u>
Expenditures:				
Public safety:				
Salaries and related benefit:	21,816,192			21,816,192
Operating expenses	2,230,210			2,230,210
Law enforcement expenditures	3,565,530			3,565,530
Repairs & maintenance	1,648,548			1,648,548
Debt service:				-
Principal retirement	130,001		300,000	430,001
Interest	21,728		59,700	81,428
Capital outlay	1,001,314	1,554,087		2,555,401
Other	-	226		226
Total expenditures	<u>30,413,524</u>	<u>1,554,312</u>	<u>359,700</u>	<u>32,327,536</u>
Excess (Deficiency) of revenues over expenditure	2,847,444	(1,553,693)	(359,686)	934,065
Other Financing Sources (Uses):				
Proceeds from sale of capital asset:	4,680			4,680
Transfers in		300,000	389,550	689,550
Transfers out	(689,550)			(689,550)
Proceeds from loans	30,001			30,001
Total other financing sources (uses)	<u>(654,869)</u>	<u>300,000</u>	<u>389,550</u>	<u>34,681</u>
Excess (Deficiency) Of Revenues and Other Sources Over Expenditures and Other Uses	2,192,575	(1,253,693)	29,864	968,746
Fund Balance, beginning	<u>7,725,748</u>	<u>1,385,819</u>	<u>-</u>	<u>9,111,567</u>
Fund Balance, ending	<u>\$ 9,918,323</u>	<u>\$ 132,126</u>	<u>\$ 29,864</u>	<u>\$ 10,080,313</u>

The accompanying notes are an integral part of the basic financial statements.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2014**

Total net changes in fund balances at June 30, 2014 per Statement of Revenues, Expenditures and Changes in Fund Balances	\$	968,746
Total change in net position reported for governmental activities in the Statement of Activities is different because:		
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.		
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 2,555,401	
Basis of capital assets removed from service	(14,426)	
Depreciation expense for the year ending June 30, 2014	<u>(1,133,884)</u>	1,407,091
Governmental funds do not recognize donated assets that are intended to be used as general capital assets because no financial resource flow has taken place.		
		-
Proceeds from a revenue anticipation note		(30,001)
Debt principal retirement not considered an expense in the Statement of Activities.		430,001
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on an accrual basis.		1,552
Generally expenditures recognized in the fund financial statements are limited to only those that use current financial resources but expenses and liability are reported in the statement of activities when they are incurred.		
Accrued post-employment benefits	(682,608)	
Accrued compensated absences	<u>71,995</u>	<u>(610,613)</u>
Total changes in net position at June 30, 2014 per Statement of Activities	\$	<u>2,166,776</u>

The accompanying notes are an integral part of the basic financial statements.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

Statement of Fiduciary Net Position
Agency Funds
June 30, 2014

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 1,625,564
Due from general fund	69,433
Due from others	-
	<hr/>
Total Assets	<u><u>1,694,996</u></u>
 LIABILITIES	
Due to general fund	42,297
Due to taxing bodies and others	1,652,700
	<hr/>
Total liabilities	<u><u>\$ 1,694,996</u></u>

The accompanying notes are an integral part of the basic financial statements.

Notes to the Financial Statements

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

INTRODUCTION

As provided by Article V, Section 27, of the Louisiana Constitution of 1974, the Lafourche Parish Sheriff (The Sheriff) serves a four-year term as the Chief Executive Officer of the Law Enforcement District and ex-officio tax collector of the parish. The Sheriff administers the parish jail system and exercises duties required by the parish court system, such as providing bailiffs, executing orders of the court, and serving subpoenas.

As the Chief Law Enforcement Officer of the parish, the Sheriff has the responsibility for enforcing state and local laws and ordinances within the territorial boundaries of the parish. The Sheriff provides protection to the residents of the parish through on-site patrols and investigations and serves the residents of the parish through the establishment of neighborhood watch programs, anti-drug abuse programs, et cetera. In addition, when requested, the Sheriff provides assistance to other law enforcement agencies within the parish.

As the ex-officio tax collector of the parish, the Sheriff is responsible for collecting and distributing ad valorem property taxes, state revenue sharing funds, fines, and bond forfeitures imposed by the district court.

The accounts of the tax collector are established to reflect the collections imposed by law, distributions pursuant to such law, and unsettled balances due various taxing bodies and others.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying basic financial statements of the Sheriff have been prepared in conformity with generally accepted accounting principles (GAAP) accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with the requirements of the industry audit guide, Audits of State and Local Governmental Units.

B. REPORTING ENTITY

Under Governmental Accounting and Financial Standards Section 2100, the financial reporting entity consists of the primary government and its

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

component units. As the governing authority of the parish, the Lafourche Parish Council is considered to be the primary government for financial reporting purposes for the Parish of Lafourche.

Component units are defined as legally separate organizations for which the elected officials of the primary government are financially accountable. The criteria used in determining whether financial accountability exists include:

1. Appointing a voting majority of an organization's governing body.
 - a. The ability of the council to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or imposes specific financial burdens on the council.
2. Organizations for which the council does not appoint a voting majority but are fiscally dependent on the council.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Management has determined that the Lafourche Parish Sheriff is not considered a component unit of the parish if applying the criteria above. Instead the Sheriff is considered to be a "standalone" special purpose government. This decision is based on the following:

1. The Sheriff enjoys a separate legal standing from the Parish Council and other governmental entities. The Sheriff has the ability to sue or be sued in its own name.
2. The Parish Council does not appoint the Sheriff. The Sheriff's position was created by Article V, Section 27 of the Louisiana Constitution of 1974. The Sheriff is a separately elected official elected by the citizenry in a general, popular election.
3. The Parish Council does not have the ability to impose its will on the Sheriff. The Parish Council cannot remove the Sheriff from office. The Sheriff adopts its own budget separate and apart from the Parish Council and other local governmental entities. The day-to-day operations of the Sheriff's office are under the responsibility and control of no one other than the Sheriff.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

4. The Sheriff does not provide a significant financial benefit or burden to the Parish Council. While the Parish Council does provide the Sheriff with a certain amount of its office space at no cost and pays a certain amount of operating expenses on behalf of the Sheriff, these transactions are not considered significant enough to make the Parish Council financially accountable for the Sheriff's Office.
5. The Sheriff is not fiscally dependent on the Parish. The primary sources of funding for the Sheriff include ad valorem taxes, sales tax revenue, and commissions earned from collecting taxes, licenses and fees on behalf of other governmental entities. The Parish Council does not have the authority to approve or modify the Sheriff's budget. The Law Enforcement District, of which the Sheriff serves as Chief Executive Officer, can levy taxes and issue debt without approval of the Parish Council.

Therefore, the accompanying financial statements of the Sheriff are separate and apart from the Parish Council. The financial statements only include all funds and account groups, as well as component units, of the Sheriff. Additionally, the collections and disbursements handled by the Sheriff in his capacity as the Ex-Officio Tax Collector of Lafourche Parish are reported within the Sheriff's financial report as an Agency Fund.

C. FUND ACCOUNTING

The Sheriff uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain Sheriff functions or activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

Governmental Funds –

Governmental funds account for all of the sheriff's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the sheriff. The following are the sheriff's governmental funds:

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

General Fund - The General Fund, as provided by Louisiana Revised Statute (R.S.) 33:1422, is the principal fund of the sheriff's office and accounts for the operations of the sheriff's office. The sheriff's primary sources of revenue are sales and ad valorem tax levied by the law enforcement district. Other sources of revenue include commissions on state revenue sharing, state supplemental pay for deputies, civil and criminal fees, fees for court attendance and maintenance of prisoners, et cetera. General operating expenditures are paid from this fund.

Capital Projects Fund – This fund accounts for the purchase and renovation associated with the Law Enforcement building on Lynn Avenue in Thibodaux, Louisiana.

Debt Service Fund – This fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs associated with the financing for the renovation of the Law Enforcement building located on Lynn Avenue in Thibodaux, Louisiana. General obligation bonds, series 2012 provide funding for the projects.

Fiduciary Funds -

Fiduciary fund reporting focuses on net position and changes in net position. The only funds accounted for in this category by the sheriff are agency funds. The agency funds account for assets held by the sheriff as an agent for various taxing bodies (tax collections) and for deposits held pending court action. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Consequently, the agency funds have no measurement focus, but use the modified accrual basis of accounting.

D. MEASUREMENT FOCUS / BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Fund Financial Statements (FFS)

The amounts reflected in the governmental funds are accounted for using a current financial resources measurement focus. With this measurement

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of Sheriff operations.

The amounts reflected in the governmental funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Sheriff considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures.

Revenues

Ad valorem taxes and the related state revenue sharing are recorded in the year taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis and become delinquent on December 31. The taxes are generally collected in December, January, and February of the fiscal year.

Intergovernmental revenues and fees, charges and commissions for services are recorded when the Sheriff is entitled to the funds.

Federal and state grants are recorded when the expenditures have been incurred.

Interest on interest-bearing deposits is recorded or accrued as revenues when earned.

Substantially all other revenues are recorded when received.

Expenditures

The Sheriff's primary expenditures include salaries and insurance, which are recorded when the liability is incurred. Capital expenditures and

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

purchases of various operating supplies are regarded as expenditures at the time purchased. Substantially all other expenditures are recognized when the related fund liability has been incurred.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses) when the transfer is authorized by the Sheriff.

Deferred Revenues

Deferred revenues arise when resources are received by the Sheriff before it has legal claim to them, as when grant monies are received before the incurrence of qualifying expenditures. In subsequent periods, when the Sheriff has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

Government-Wide Financial Statements (GWFS)

The statement of net position and the statement of activities display information about the Sheriff as a whole. These statements include all the financial activities of the Sheriff. Information contained in these statements reflects the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions."

The statement of activities presents a comparison between direct expenses and program revenues for each of the functions of the Sheriff's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by recipients of services offered by the Sheriff, and (b) grants and contributions that are restricted to meeting the operational or capital requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

E. BUDGET PRACTICES

The Sheriff follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Chief Financial Officer prepares a proposed budget for the general and special revenue funds and submits it to the Sheriff for the fiscal year no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is legally adopted prior to the commencement of the fiscal year for which the budget is being adopted.
5. All budgetary appropriations lapse at the end of each fiscal year.
6. The budget is adopted on a basis consistent with generally accepted accounting principals (GAAP). Budgeted amounts shown are as originally adopted and as amended. Budget amendments are passed on an as-needed basis, and a balanced budget is required.

F. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those other investments with original maturities of 90 days or less. Under state law, the sheriff may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

G. INVESTMENTS

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

H. INVENTORY

Physical inventories consist of expendable supplies held for consumption. Because these inventories are expended within one operating cycle they are recorded as expenditures when purchased and are not recorded as an inventory asset.

I. CAPITAL ASSETS

Capital assets purchased or acquired with an original cost of \$1,000 or more and with an initial useful life that extends beyond one year are capitalized. Capital assets are recorded at their historical cost and are depreciated using the straight-line method of depreciation over their estimated useful lives. Contributed assets are reported at fair market value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. A salvage value of 10% of the cost is recorded. Depreciation is recorded using the straight-line method over the useful lives of the assets as follows:

Buildings	20 years
Leasehold improvements	20 years
Office equipment & furniture	5 years
Law enforcement weapons & equipment	5 years
Vehicles	5 years

J. LONG-TERM DEBT

In the basic financial statements, debt and principal payments of both government and business-type activities are reported as decreases in the balance of the liability on the Statement of Net Position. In the fund financial statements, however, debt and principal payments of governmental funds are recognized as expenditures when paid.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

K. COMPENSATED ABSENCES

Employees of the Sheriff earn 3.08 hours per fourteen day pay period, up to maximum eighty hours per year of sick leave. Employees are permitted to take a maximum of eighty hours of sick leave per year for personal illness. Accrued and unused sick leave may be carried over from year to year and may only be used under the provisions of catastrophic or terminal leave. Sick leave is forfeited upon termination.

Full-time employees of the Sheriff can earn up to 160 hours per year of annual leave, depending on their length of employment. Accrued, unused annual leave at year end may be carried over year to year, limited based on years of service up to 160 hours. Hours above these limits are credited to Terminal Leave up to a maximum of 960 hours. The balance of unused annual leave is due to the employee at the time of termination.

Certain employees classified as non-law enforcement personnel, nonexempt law enforcement personnel, or supervisors who are exempt from the Fair Labor Standards Act may accumulate either compensatory time or overtime pay. Upon termination, these employees may be paid for up to forty hours accumulated unused compensatory time at an "hour for hour" rate.

L. EQUITY CLASSIFICATIONS

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net position that does not meet the definition of "restricted" or "invested in capital assets, net of related debt."

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

In the fund financial statements, governmental fund equity is classified as fund balance. As such, fund balance of the governmental fund is classified as follows:

- a. Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c. Committed - amounts that can be used only for specific purposes determined by a formal decision of the Sheriff, which is the highest level of decision-making authority.
- d. Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes.
- e. Unassigned - all other spendable amounts.

Explanations of the nature and purpose of the designations of Sheriff's fund balances are as follows:

- a. Committed for capital projects - represents assets reserved to fund capital projects associated with the renovation of the law enforcement building on Lynn Avenue in Thibodaux, Louisiana.
- b. Committed for SELA Crime Lab - represents assets reserved to fund the SELA Crime Lab.
- c. Committed debt service - represents assets reserved to fund the upcoming years debt service obligations.
- d. Assigned for insurance – represents assets reserved to fund insurance premiums, deductibles, and claims.
- e. Assigned for drug interdiction - represents assets reserved to be used solely for drug interdiction.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

- f. Assigned for D.A.R.E. - represents assets reserved to fund the D.A.R.E. program.
- g. Assigned for Disasters - represents assets reserved for emergency funding in the event of disaster, such as a hurricane.

When an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available, the Sheriff considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Sheriff considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Sheriff has provided otherwise in its commitment or assignment actions.

M. INTERFUND TRANSACTIONS

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

N. USE OF 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.

O. DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. There are no deferred inflows or outflows as of June 30, 2014.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

NOTE 2 CASH AND CASH EQUIVALENTS

At June 30, 2014, the sheriff has cash and interest bearing deposits (book balances) totaling \$11,391,425 as follows:

	Government-wide Statement of Net Position	Fiduciary Funds Statement of Net Position	Total
Demand deposits	1,507,280	829,909	2,337,189
Interest-bearing deposits	8,258,581	795,655	9,054,236
Total cash and cash equivalents	<u>\$ 9,765,861</u>	<u>\$ 1,625,564</u>	<u>\$ 11,391,425</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2014, are secured as follows:

Bank Balances	<u>\$12,254,179</u>
Federal deposit insurance	\$ 1,252,452
Pledged securities	<u>11,001,727</u>
Total	<u>\$12,254,179</u>

Deposits in the amount of \$11,001,727 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities pledging institution's trust department or agent, but not in the Sheriff's name (GASB Category 3). The Sheriff does not have a policy for custodial credit risk.

NOTE 3 INVESTMENTS

Investments held at June 30, 2014 consist of \$229,266 in the Louisiana Asset Management Pool (LAMP). In accordance with GASB Codification Section 150.128, the investment in LAMP is not exposed to custodial credit risk because the investment is in the pool of funds and, therefore, not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955.

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk interest rate risk, and foreign currency risk for all public entity investments.

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

- a. Credit risk: LAMP is rated AAAm by Standard & Poor's.
- b. Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- c. Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- d. Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days.
- e. Foreign currency risk: Not applicable to 2a7-like pools.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net position value of the pool shares.

LAMP, Inc. is subject to regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

NOTE 4 RECEIVABLES

The receivables of \$400,742 at June 30, 2014, are as follows:

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

Ad valorem taxes	\$	12,318
Amounts due for commissions		33,137
Amounts due for services		<u>355,287</u>
Total	\$	<u><u>400,742</u></u>

The Sheriff considers all receivables to be collectible; therefore, no allowance has been established for doubtful accounts.

NOTE 5 DUE FROM OTHER GOVERNMENTS

The amounts due to the general fund from other governments of \$2,517,678 at June 30, 2014 is as follows:

State of Louisiana:	
Maintenance of prisoners	\$ <u>197,182</u>
	<u>197,182</u>
Federal Government:	
Grants (including grants pt the State)	776,017
Lafourche Parish Council:	
Maintenance of prisoners	25,371
Animal control	18,334
Council on Aging	<u>19,585</u>
	<u>63,291</u>
Lafourche Parish School Board:	
Sales tax	1,084,820
PASS / SRO contract	<u>196,712</u>
	<u>1,281,532</u>
Other	<u>199,656</u>
Total	<u><u>\$ 2,517,678</u></u>

NOTE 6 CHANGES IN CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2014 was as follows:

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

	Balance at 06/30/13	Additions	Deletions	Balance at 6/30/14
Governmental activities:				
Capital assets not being depreciated:				
CIP - Jail Construction	\$ -	\$ 6,266	\$ -	\$ 6,266
CIP - Radio Tower	-	6,750	-	6,750
CIP - Phone System	-	9,735	-	9,735
CIP - Records Management System	-	204,636	-	204,636
CIP - Administration building	694,121	1,554,087	-	2,248,208
Land	474,624	-	-	474,624
Total non-depreciable capital assets	1,168,745	1,781,474	-	2,950,219
Other capital assets:				
Buildings & improvements	\$ 3,944,829	\$ -	\$ -	\$ 3,944,829
Vehicles	6,306,889	304,225	(123,058)	6,488,056
Equipment & furniture	5,239,133	469,702	(21,197)	5,687,638
Total depreciable capital assets	\$ 15,490,851	\$ 773,927	\$ (144,255)	\$ 16,120,523
Total capital assets	\$ 16,659,596	\$ 2,555,401	\$ (144,255)	\$ 19,070,742
Less: Accumulated depreciation				
Buildings & improvements	\$ 1,265,120	\$ 172,490	\$ -	\$ 1,437,610
Vehicles	4,359,039	497,815	(110,753)	4,746,101
Equipment & furniture	3,311,207	463,578	(19,077)	3,755,708
Total accumulated depreciation	\$ 8,935,365	\$ 1,133,884	\$ (129,830)	\$ 9,939,419
Governmental activities, capital assets, net	<u>\$ 7,724,230</u>			<u>\$ 9,131,322</u>

Depreciation expense of \$1,133,884 and interest expense of \$59,700 for the year ended June 30, 2014 was charged to the general fund governmental function.

NOTE 7 AD VALOREM TAXES

The Sheriff is the ex-officio tax collector of the parish and is responsible for the collection and distribution of ad valorem property taxes. Ad valorem taxes are levied on the assessed value listed as of the prior January 1 for all real property, merchandise and moveable property located in the Parish. Assessed values are established by the Lafourche Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all real property is required to be completed no less than every four years. Taxes are due and payable December 31st with interest being charged on payments after January 1st. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for the year ended June 30, 2014, which is the 2013 tax roll, was 10.37 mills per \$1,000

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of assessed valuation on property within the Parish for the purpose of maintaining and operating the Sheriff's office.

NOTE 8 TAX COLLECTOR ENDING CASH BALANCE

The amount of cash on hand and receivables at year end was \$829,512. The unsettled balances of the Tax Collector Fund at June 30, 2014 consist of the following:

Collection of current and prior year taxes, not settled	\$ 158,741
Refunds and redemptions	2,301
Escrow account	77,158
Protest taxes	<u>591,312</u>
 Total	 <u>\$ 829,512</u>

NOTE 9 PENSION PLAN

Plan Description. Substantially all employees of the Lafourche Parish Sheriff's Office are members of the Louisiana Sheriffs Pension and Relief Fund (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System was established and provided for within LSA-RS 11:2171 of the Louisiana Revised Statutes.

All sheriffs and all deputies who are 18 years or older at the time of original employment, who earn not less than \$400 per month if employed after September 7, 1979 and before January 1, 1991; \$550 if employed between January 1, 1991 and December 31, 1999; and \$800 if employed after January 1, 2000 are required to participate in the System. Employees are eligible to retire at or after age 55 with at least 12 years of credited service and receive a benefit, payable monthly for life, equal to 3.33 percent of their final-average salary for each year of credited service. The retirement benefit cannot exceed 100 per cent of their final average salary. 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 12 years of service and do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination as indicated previously. Employees who terminate with at least 20 years of credited service are also eligible to elect early benefits between ages 50 and 55 with reduced benefits equal to the actuarial equivalent of the benefit to which they would otherwise be entitled at age 55. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be

LAFOURCHE PARISH SHERIFF
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obtained by writing to the Louisiana Sheriffs Pension and Relief Fund, 6554 Florida Blvd, Suite 215, Baton Rouge, LA 70806, or by calling (800) 586-9049.

Funding Policy. Plan members are required to contribute 10.25 percent of their annual covered salary and the Lafourche Parish Sheriff is required to contribute at an actuarially determined rate. Of the 10.25 percent employee contribution, the Sheriff pays 8 percent for the employee. The employee contribution is matched with an additional 13.89 percent of payroll from the Sheriff's general fund and sent to the Pension office monthly. Contributions to the System also include one-half of one percent of the taxes shown to be collectible by the tax rolls of each parish and funds as required and available from insurance premium taxes. The contribution requirements of plan members and the Lafourche Parish Sheriff are established and may be amended by state statute. As provided by R.S. 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 Lafourche Parish Sheriff's contributions to the System for the years ending June 30, 2014, 2013, 2012, and 2011, were \$3,554,628, \$3,684,560, \$3,125,136, and \$3,085,130, respectively, equal to the required contributions for each year.

NOTE 10 OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description – The Lafourche Parish Sheriff's Office's medical benefits are provided through a comprehensive medical plan and are made available to employees upon actual retirement.

The employees are covered by a retirement system whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 15 years of service at any age. Based on review of the census data, we have assumed that employees would enter the D.R.O.P. at the earlier of (1), age 55 and 15 years of service, and, (2), 30 years of service at any age.

Life insurance coverage is provided to retirees and both the employer and retiree costs are based on the blended rate (active and retired). The amount of insurance coverage while active is continued after retirement, but retiree insurance coverage amounts are reduced at age 65 to 75% of the original amount and to 50% of the original amount at age 70. The employer pays for the first \$10,000 of the "cost" of the retiree life insurance and the retiree pays the remainder for the excess over \$10,000, but that "cost" is based on the blended rates. There is therefore an implicit employer subsidy to the extent that the higher retiree rates are diluted by the lower active rates. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described below to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance and thus estimate and value this employer subsidy. All of the assumptions used for the valuation of the

LAFOURCHE PARISH SHERIFF
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medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

Contribution Rates – Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

Fund Policy – Until 2008, the Lafourche Parish Sheriff's Office recognized the cost of providing post-employment medical and life insurance benefits (the Lafourche Parish Sheriff's Office's portion of the retiree medical and life insurance benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2014 and 2013, the Lafourche Parish Sheriff's Office's portion of health care and life insurance funding cost for retired employees totaled \$167,787 and \$155,358, respectively.

Effective July 1, 2008, the Lafourche Parish Sheriff's Office implemented Government Accounting Standards Board Statement Number 45, Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions (GASB 45). This amount was applied toward the Net OPEB Benefit Obligation as shown in the following table.

Annual Required Contribution – The Lafourche Parish Sheriff's Office's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The actuarially computed ARC is as follows:

	2014	2013
Normal cost	\$ 366,103	\$ 352,022
30-year UAL amortization amount	536,834	516,187
Annual required contribution (ARC)	<u>\$ 902,937</u>	<u>\$ 868,209</u>

Net Post-employment Benefit Obligation (Asset) – The table below shows the Lafourche Parish Sheriff's Office's Net Other Post-employment Benefit (OPEB) Obligation for fiscal years ending June 30:

	2014	2013
Beginning Net OPEB Obligation	\$ 2,946,879	\$ 2,274,584
Annual required contribution	902,937	868,209
Interest on Net OPEB Obligation	117,875	90,983

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ARC Adjustment	(170,418)	(131,539)
OPEB Cost	<u>850,394</u>	<u>827,653</u>
Contribution to Irrevocable Trust	-	-
Current year retiree premium	(167,787)	(155,358)
Change in Net OPEB Obligation	<u>682,608</u>	<u>672,295</u>
Ending Net OPEB Obligation	<u>\$ 3,629,487</u>	<u>\$ 2,946,879</u>

The following table shows the Lafourche Parish Sheriff's Office's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability for last year and this year:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net OPEB Liability (Asset)</u>
June 30, 2014	\$ 850,394	19.73%	\$ 3,629,487
June 30, 2013	\$ 827,653	18.77%	\$ 2,946,879

Funded Status and Funding Progress – In 2014 and 2013, the Lafourche Parish Sheriff's Office made no contributions to its post employment benefits plan. The plan is not funded, has no assets, and hence has a funded ratio of zero. Based on the July 1, 2012 actuarial valuation, the most recent valuation, the Actuarial Accrued Liability (AAL) at the end of the year June 30, 2014 was \$9,654,140 which is defined as that portion, as determined by a particular actuarial cost method (the Lafourche Parish Sheriff's Office uses the Projected Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost.

	<u>2014</u>	<u>2013</u>
Actuarial Accrued Liability (AAL)	\$ 9,654,140	\$ 9,282,827
Actuarial Value of Plan Assets (AVP)	<u>-</u>	<u>-</u>
Unfunded Act. Accrued Liability (UAAL)	<u>\$ 9,654,140</u>	<u>\$ 9,282,827</u>
Funded Ratio (AVP/AAL)	0.00%	0.00%
Covered Payroll (active plan members)	\$ 21,948,314	\$ 20,504,608
UAAL as a percentage of covered payroll	43.99%	45.27%

LAFOURCHE PARISH SHERIFF
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Actuarial Methods and Assumptions – Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the Lafourche Parish Sheriff's Office and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the Lafourche Parish Sheriff's Office and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Lafourche Parish Sheriff's Office and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method – The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality and turnover.

Actuarial Value of Plan Assets – There are not any plan assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45.

Turnover Rate – An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce a composite average annual turnover of approximately 10%. Because of the high turnover among new hires, we have further assumed that employees with less than 3 years of service have an additional 20% turnover.

Post employment Benefit Plan Eligibility Requirements – Based on past experience, it has been assumed that entitlement to benefits will commence four years after eligibility to enter the D.R.O.P., as described above under "Plan Description". Medical benefits are provided to employees upon actual retirement.

LAFOURCHE PARISH SHERIFF
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Investment Return Assumption (Discount Rate) – GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation.

Health Care Cost Trend Rate – The expected rate of increase in medical cost is based on a graded schedule beginning with 8% annually, down to an ultimate annual rate of 5.0% for ten years out and later.

Mortality Rate - The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rates and 50% of the unloaded female mortality rates, is used. This is a recently published mortality table which has been used in determining the value of accrued benefits in defined benefit pension plans. Projected future mortality improvement has not been used since it is our opinion that this table contains sufficiently conservative margin for the population involved in this valuation.

Method of Determining Value of Benefits – The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The employer pays a percentage of the cost of the medical/dental for the retirees only and not for dependents. The retiree pays 100% of the blended rate for life insurance, but there is an implicit employer subsidy (see "Life Insurance"). The percentage paid by the employer for medical/dental varies by number of years of service at retirement: 100% for 30 or more years; 50% for 20 or more but less than 30 years; and, zero for less than 20 years. The medical rates provided applicable before age 65 are "blended" rates. Since GASB 45 mandates that "unblended" rates be used, we have estimated the "unblended" medical rates for two broad groups: active and retired before Medicare eligibility. It has been assumed that the retiree rate before Medicare eligibility is 130% of the blended rate.

Inflation Rate - Included in both the Investment Return Assumption and the Healthcare Cost Trend rates above is an implicit inflation assumption of 2.50% annually.

Projected Salary Increases - This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

Post-retirement Benefit Increases - The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

LAFOURCHE PARISH SHERIFF
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Below is a summary of OPEB cost and contributions for the last three fiscal calendar years.

OPEB Costs and Contributions			
	FY 2012	FY 2013	FY 2014
OPEB Cost	\$ 652,154	\$ 827,653	\$ 850,394
Contribution	-	-	-
Retiree premium	<u>112,090</u>	<u>155,358</u>	<u>167,787</u>
Total contribution and premium	<u>112,090</u>	<u>155,358</u>	<u>167,787</u>
Change in net OPEB obligation	\$ <u>540,064</u>	\$ <u>672,295</u>	\$ <u>682,608</u>
% of contribution to cost	0.00%	0.00%	0.00%
% of contribution plus premium to cost	17.19%	18.77%	19.73%

NOTE 11 DEFERRED COMPENSATION PLAN

Certain employees of the Lafourche Parish Sheriff participate in the Louisiana Public Employees Deferred Compensation Plan adopted under the provisions of the Internal Revenue Code Section 457. Complete disclosures relating to the Plan are included in the separately issued audit report for the Plan, available from the Louisiana Legislative Auditor, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397.

NOTE 12 COMPENSATED ABSENCES

At June 30, 2014, employees of the sheriff have accumulated and vested \$525,365 of employee leave benefits, which was computed in accordance with GASB Codification Section C60. Of this amount, \$23,435 is recorded as a long-term liability in the Statement of Net Position.

NOTE 13 CHANGES IN AGENCY FUND BALANCES

A summary of changes in agency fund balances due to the general fund, taxing bodies and others can be found on page 50-51 of this report.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
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NOTE 14 LONG-TERM AND SHORT-TERM DEBT

The following is a summary of long-term obligation transactions during the year:

	Balance at 7/1/13	Additions	Reductions	Balance at 6/30/14
Governmental activities:				
2009 Certificate of indebtedness	655,000	-	(100,000)	555,000
2012 Certificate of indebtedness	3,000,000	-	(300,000)	2,700,000
Compensated absences	95,430	-	(71,955)	23,435
Other post-employment benefits	2,946,879	682,608	-	3,629,487
	<u>6,697,309</u>	<u>682,608</u>	<u>(471,995)</u>	<u>6,907,922</u>

During fiscal year ended June 2009, the Lafourche Parish Law Enforcement District passed a resolution to incur new debt of \$1,000,000 to finance the purchase and implementation of a comprehensive fully integrated public safety information management system (department wide including necessary hardware) and to enhance and improve the LPSO training academy building. In fiscal year ended June 30, 2010, the Sheriff's Office received the proceeds of the \$1,000,000 Certificate of Indebtedness, Series 2009 which bears an interest rate of 3.31% per annum maturing over ten years.

During Fiscal year ended June 2013, the Lafourche Parish Law Enforcement District passed a resolution to incur new debt of \$3,000,000 to make capital improvements that include construction and acquisition of improvements to the buildings and grounds of the Law Enforcement building located Lynne Ave in Thibodaux, Louisiana. The Sheriff's Office received the proceeds of the \$3,000,000 Certificate of Indebtedness, Series 2012 which bears an interest rate of 1.99% per annum maturing over ten years. The bonds will be secured by a pledge of the proceeds of the Sheriff's 10.37 mills tax.

All principal and interest requirements are funded in accordance with Louisiana law by the general revenues of the sheriff. Required debt service, for the next ten years, is as follows:

Year ending June 30,	Principal	Interest	Total
2015	410,000	72,101	482,101
2016	420,000	62,596	482,596
2017	435,000	52,812	487,812
2018	450,000	42,703	492,703
2019	460,000	47,354	507,354
2020-2024	1,080,000	43,382	1,123,382
	<u>\$ 3,255,000</u>	<u>\$ 320,947</u>	<u>\$ 3,575,947</u>

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

The Sheriff's short-term debt during the fiscal year ending June 30, 2014 is as follows:

	<u>Balance at 7/1/13</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at 6/30/14</u>
Governmental activities:				
2013 Revenue Anticipation Note	-	30,001	(30,001)	-

During the current fiscal year, the Lafourche Parish Law Enforcement District passed a resolution to incur new debt to pay current expenses for the fiscal year ending June 30, 2014. This debt, Revenue Anticipation Note, Series 2013, could not exceed \$600,000 nor 6%, payable no later than June 30, 2014.

NOTE 15 TAXES PAID UNDER PROTEST

The unsettled balances due to taxing bodies and others in the agency funds at June 30, 2014, include \$591,312 of taxes paid under protest and interest earned to date on the investment of these funds. These funds are held pending resolution of the protest and are accounted for in the Tax Collector Agency Fund.

NOTE 16 LEASE OBLIGATIONS

The Sheriff's current operating lease agreements are outlined below.

An operating lease agreement with Rebstock Marine Transportation for the Work Release Center building in Raceland. The agreement was renewed effective May 1, 2009 and terminating April 30, 2029. Monthly payments are \$15,000 beginning on May 1, 2009 and continuing at that amount until June 1, 2014 when it increased to \$16,500. Monthly rent will be adjusted every five years per the lease agreement.

An operating lease agreement with General Marine Leasing for the Trustee Building. The Agreement was renewed in May 2008. The agreement is for one year and will self renew with the option of a ten-day cancellation notice. Monthly payments are currently \$11,350.

A month-to-month lease agreement with Williams Scotsman for a small portable building for dry food at the Work Release center. Monthly payments are currently \$471.05.

A month-to-month lease agreement with Classic Business Products for copy machines through June 30, 2017. Monthly payments are \$1,487.

LAFOURCHE PARISH SHERIFF
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A year-to-year operating lease agreement with the Lafourche Parish Government for occupancy within the Block building in Thibodaux. Annual lease payments are \$13,475.

An operating lease agreement with the Town of Lockport for a portion of the Lockport Town Hall Complex, designated as Suite B. The Agreement commences on November 1, 2010 and ends on June 30, 2014. Monthly payments are \$1,769.51 through June 30, 2012 and will increase by 5% in the following two years.

The minimum annual commitments under non-cancelable operating leases are as follows:

Year Ending June 30,	
2015	368,909
2016	198,000
2017	198,000
2018	198,000
2019	198,000
2020-2024	990,000
2025-2029	990,000

Rental expense for the year ended June 30, 2014 was \$364,097.

NOTE 17 EXPENDITURES OF THE SHERIFF'S OFFICE PAID BY THE PARISH COUNCIL

The Lafourche Parish Council (a separate entity) provides the Sheriff with certain amounts of office space at no cost. In addition, the Parish is required by State statutes to pay a certain amount of the Sheriff's Office operating expenses. During the fiscal year ended June 30, 2014, the Parish paid operating expenditures on behalf of the Sheriff. These expenditures are not recorded on the books of the Sheriff.

NOTE 18 ON BEHALF PAYMENTS FOR SALARIES

Qualified employees of the Sheriff's office receive a monthly salary supplement from the state. These supplements which aggregated \$1,350,856 for the year ended June 30, 2014 are reported as revenue and expenditures in the accompanying financial statements.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to the Financial Statements
As of and for the Year Ended June 30, 2014

NOTE 19 LITIGATION, CLAIMS, AND RISK MANAGEMENT

At June 30, 2014, the Sheriff was a defendant in lawsuits principally arising from the normal course of operations. The Sheriff plans to vigorously oppose these suits. The Sheriff's legal counsel has reviewed the claims and lawsuits in order to evaluate the likelihood of an unfavorable outcome of the Sheriff. It is the opinion of the Sheriff, after conferring with legal counsel, that the liability, if any, which might arise from these lawsuits would not have a material adverse effect on the Sheriff's financial position.

The Sheriff is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; employee injuries and illness; natural disasters; and employee accident and health benefits. Commercial insurance coverage is purchased to cover real and personal property, general liability, automobile, crime, and law enforcement liability. There has been no significant reduction in insurance coverage during the current fiscal year.

NOTE 20 NEW ACCOUNTING PRONOUNCEMENTS

In June, 2012 the GASB approved Statement No. 68, "Accounting and Financial Reporting for Pensions." GASB Statement No. 68 establishes accounting and financial reporting requirements related to pensions for governments whose employees are provided with pensions through covered plans. The provisions of GASB Statement No. 68 must be implemented by the Sheriff for the year ending June 30, 2015. The effect of implementation of this statement on the Sheriff's financial statements has not yet been determined.

NOTE 21 SUBSEQUENT EVENT REVIEW

The Sheriff has evaluated subsequent events through December 22, 2014, the date the financial statements were available to be issued.

Required Supplementary Information
PART 2

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Tax and related revenues	\$ 17,117,000	\$ 19,400,000	\$ 20,177,064	\$ 777,064
Intergovernmental	3,545,800	3,545,800	5,601,646	2,055,846
Charges for services	7,350,000	7,600,000	7,181,799	(418,201)
Other	-	-	300,459	300,459
Total revenues	<u>28,012,800</u>	<u>30,545,800</u>	<u>33,260,968</u>	<u>2,715,168</u>
Expenditures:				
Public safety:				
Salaries and related benefits	20,977,834	22,600,000	21,816,192	783,808
Operating, law enforcement & repairs & maintenance expenses	7,371,820	7,000,000	7,444,288	(444,288)
Debt service	868,452	1,300,000	151,729	1,148,271
Capital outlay	2,438,000	1,000,000	1,001,314	(1,314)
Other	-	-	-	-
Total expenditures	<u>31,656,106</u>	<u>31,900,000</u>	<u>30,413,524</u>	<u>1,486,476</u>
Excess (Deficiency) of revenues over expenditures	(3,643,306)	(1,354,200)	2,847,444	4,201,644
Other Financing Sources (Uses):				
Total other financing sources (uses)	<u>2,650,424</u>	<u>1,200,000</u>	<u>(654,869)</u>	<u>(1,854,869)</u>
Excess (Deficiency) Of Revenues and Other Sources Over Expenditures and Other Uses				
	(992,882)	(154,200)	2,192,575	2,346,775
Fund Balance, beginning	<u>5,228,862</u>	<u>7,725,747</u>	<u>7,725,748</u>	<u>1</u>
Fund Balance, ending	<u>\$ 4,235,980</u>	<u>\$ 7,571,547</u>	<u>\$ 9,918,323</u>	<u>\$ 2,346,776</u>

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana

Schedule of Funding Progress
For the Year Ended June 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2012	-	6,820,290	6,820,290	0%	20,504,608	33.26%
July 1, 2013	-	9,282,827	9,282,827	0%	20,504,608	45.27%
July 1, 2014	-	9,654,140	9,654,140	0%	21,948,314	43.99%

Fiduciary Funds – Agency Funds

Bond Fund

This fund accounts for the collections of bonds taken to secure the appearance of an individual before the district court. If, at the time appointed, such person fails to appear and answer when called, the judge, on motion of the district attorney, can enter a judgement decreeing the forfeiture of the bond. Deductions and distributions are made in the manner prescribed by order of the court.

Criminal Fines Fund

This fund accounts for the collection of guilty pleas for traffic violations and for the collection of various other non-traffic violations and criminal offenses. In addition, the fund also collects all fines assessed by the district court. Deductions and distributions of these collections are made in the manner prescribed by law.

Sales & Seizures Fund

The Sales & Seizures Fund accounts for funds held in civil suits, sheriff's sales, and garnishments. It also accounts for collections of bonds, fines, and costs and payment of these collections to the recipients in accordance with applicable laws.

Tax Collector Fund

Article V, Section 27 of the Louisiana Constitution of 1974 provides that the sheriff will serve as the collector of state and parish taxes and fees. The Tax Collector Fund accounts for the collection and distribution of these taxes and fees to the appropriate taxing bodies.

Alcohol Licenses Fund

The Alcohol Licenses Fund accounts for the collection and distribution of funds received from the sale of alcohol licenses.

Community Needs Fund

The Community Needs Fund accounts for the collection and distribution of funds received from various organizations for the welfare of persons in need of temporary shelter and various other needs.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Fiduciary Fund Type - Agency Funds

Combining Balance Sheet
June 30, 2014

	<u>BOND FUND</u>	<u>CRIMINAL FINES FUND</u>	<u>SALES & SEIZURES FUND</u>	<u>TAX COLLECTOR FUND</u>	<u>ALCOHOL LICENSE FUND</u>	<u>COMMUNITY NEEDS FUND</u>	<u>TOTAL</u>
ASSETS							
Cash and cash equivalents	\$ 436,186	\$ 189,036	\$ 190,574	\$ 796,237	\$ 627	\$ 12,904	\$ 1,625,564
Due from general fund	2,908	32,847	403	33,276	-		69,433
Due from others	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u><u>439,094</u></u>	<u><u>221,883</u></u>	<u><u>190,977</u></u>	<u><u>829,512</u></u>	<u><u>627</u></u>	<u><u>12,904</u></u>	<u><u>1,694,996</u></u>
LIABILITIES							
Due to general fund	5,161	24,090	-	12,418	627	-	42,297
Due to taxing bodies and others	<u>433,932</u>	<u>197,792</u>	<u>190,977</u>	<u>817,094</u>	<u>-</u>	<u>12,904</u>	<u>1,652,700</u>
TOTAL LIABILITIES	<u><u>\$ 439,094</u></u>	<u><u>\$ 221,883</u></u>	<u><u>\$ 190,977</u></u>	<u><u>\$ 829,512</u></u>	<u><u>\$ 627</u></u>	<u><u>\$ 12,904</u></u>	<u><u>\$ 1,694,996</u></u>

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Fiduciary Fund Type - Agency Funds

Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2014

	BOND FUND	CRIMINAL FINES FUND	SALES & SEIZURES FUND	TAX COLLECTOR FUND	ALCOHOL LICENSE FUND	COMMUNITY NEEDS FUND	TOTAL
Balances, beginning of year	\$ 551,689	\$ 192,546	\$ 185,177	\$ 950,146	\$ 12,477	\$ 13,169	\$ 1,905,204
Additions:							
Deposits:							
Sheriff's sales & suits			1,444,852				1,444,852
Bonds	287,921						287,921
Fines and costs		2,306,500					2,306,500
Garnishments			353,503				353,503
Beer & liquor permits					46,685		46,685
Taxes, fees, etc., paid to tax collector				112,708,967			112,708,967
Interest earned				6,245			6,245
Other						1,500	1,500
Total additions	<u>287,921</u>	<u>2,306,500</u>	<u>1,798,355</u>	<u>112,715,212</u>	<u>46,685</u>	<u>1,500</u>	<u>117,156,172</u>
Total	839,610	2,499,046	1,983,532	113,665,358	59,162	14,669	119,061,376

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Fiduciary Fund Type - Agency Funds

Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2014

	<u>BOND FUND</u>	<u>CRIMINAL FINES FUND</u>	<u>SALES & SEIZURES FUND</u>	<u>TAX COLLECTOR FUND</u>	<u>ALCOHOL LICENSE FUND</u>	<u>COMMUNITY NEEDS FUND</u>	<u>TOTAL</u>
Reductions:							
State of Louisiana:							
Taxes, fees, etc., distributed to taxing bodies, and others				112,834,786			112,834,786
Deposits settled to:							
Sheriff		252,537	352,581		8,154		613,271
Parish Council		1,009,557			50,382		1,059,938
District Attorney		284,311					284,311
Clerk of Court		182,757					182,757
Indigent Defender Board		332,760					332,760
Litigants			1,439,969				1,439,969
17th Judicial District Court Fund		71,120					71,120
LA Commission on Law Enforcement		33,716					33,716
Bond fees paid	400,517						400,517
LA Department of Public Safety		18,347					18,347
Supreme Court of Louisiana		21,118					21,118
LA Rehabilitation Traumatic Head Start		18,794					18,794
Crimestoppers		14,222					14,222
SELA Crime Lab		36,119					36,119
Transferred to general fund							-
Other		1,806	5	1,059		1,764	4,635
Total reductions	<u>400,517</u>	<u>2,277,163</u>	<u>1,792,555</u>	<u>112,835,845</u>	<u>58,535</u>	<u>1,764</u>	<u>117,366,379</u>
Balances, end of year	<u>\$ 439,094</u>	<u>\$ 221,883</u>	<u>\$ 190,977</u>	<u>\$ 829,513</u>	<u>\$ 627</u>	<u>\$ 12,905</u>	<u>\$ 1,694,997</u>

STATE OF LOUISIANA, PARISH OF LAFOURCHE

AFFIDAVIT

Craig Webre, Sheriff of Lafourche Parish

BEFORE ME, the undersigned authority, personally came and appeared, Craig Webre, the sheriff of Lafourche Parish, State of Louisiana, who after being duly sworn, deposed and said:

The following information is true and correct:

\$796,237 is the amount of cash on hand in the tax collector accounts on June 30, 2014;

He further deposed and said:

All itemized statements of the amount of taxes collected for tax year 2013, by taxing authority, are true and correct.

All itemized statements of all taxes assessed and uncollected, which indicate the reasons for the failure to collect, by taxing authority, are true and correct.

Craig Webre

Craig Webre, Sheriff of Lafourche Parish

SWORN to and subscribed before me, Notary, this 22th day of December 2014, in in Thibodaux, Louisiana.

Timothy S. Kearns (Signature)

TIMOTHY S. KEARNS (Print), # 015415

COMMISSIONED FOR LIFE (Commission)



TIMOTHY S. KEARNS
Notary Public
Notary ID No. 015415
LAFOURCHE PARISH, LOUISIANA

LAFOURCHE PARISH SHERIFF
(As Ex-officio Parish Tax Collector)
Thibodaux, Louisiana

Schedule of 2013 Tax Roll and Collections
For the Year Ended June 30, 2014

TAXING ENTITY	ORIGINAL ASSESSMENT	TAX ORDER CHANGES	ADJUDICATED/ EXEMPT	TOTAL TAXES COLLECTIBLE	TAXES COLLECTED	REFUNDS	**AMOUNT TO BE COLLECTED
Assessment District	\$ 2,240,430	\$ (25,078)	\$ -	\$ 2,215,353	\$ 2,198,183	\$ 2,518	\$ 19,688
Bayou Blue Fire District	224,274	(2,095)	-	222,179	216,617	567	6,129
Bayou Lafourche Fresh Water	1,872,031	(20,965)	-	1,851,066	1,836,726	2,105	16,445
Central Lafourche Ambulance	273,656	(8,170)	-	265,485	264,608	791	1,668
Council on Aging	1,774,421	(19,861)	-	1,754,559	1,740,961	1,994	15,593
Criminal	30,350	(117)	-	30,233	30,081	27	179
Drainage Dist. 1	429,021	(7,095)	-	421,926	417,296	441	5,071
Drainage Dist. 5	104,313	(548)	-	103,765	103,509	155	411
Drainage, Health, Library	4,794,521	(53,666)	-	4,740,855	4,704,111	5,388	42,132
Fire Dist 1 (Bond)	60,006	(1,044)	-	58,962	58,953	245	255
Fire Dist 1 (Maintenance)	480,048	(8,349)	-	471,699	471,623	1,962	2,037
Fire Dist 2	279,574	(16,438)	-	263,136	260,894	931	3,173
Fire Dist 3	4,831,687	(40,306)	-	4,791,381	4,747,397	2,495	46,479
Fire Dist 4	76,697	(841)	-	75,856	75,656	221	421
Fire Dist 5 (Bond)	4,404	(83)	-	4,321	4,321	-	-
Fire Dist 5 (Maintenance)	6,405	(120)	-	6,285	6,285	-	-
Fire Dist 6 (Bond)	140,578	(986)	-	139,592	139,645	361	308
Fire Dist 6 (Maintenance)	291,905	(2,047)	-	289,859	289,969	750	640
Fire Dist 7	92,575	(971)	-	91,604	91,909	340	35
Fire Dist 8-C(\$45.00 fee)	77,715	-	-	77,715	77,444	-	271
Fire Dist 9	102,398	-	-	102,398	102,341	-	57
Fire T&L #6	27,712	(150)	-	27,562	27,712	150	0
Forestry Tax .08/AC	4,901	-	-	4,901	4,901	-	-
Greater Lafourche Port Comm.	3,958,027	(33,681)	-	3,924,346	3,886,733	1,986	39,599
Health Unit	681,091	(7,624)	-	673,467	668,248	765	5,985
Hospital Dist. 1 (Bond)	579,506	(4,931)	-	574,574	569,067	291	5,798
Hospital Dist. 1 (Maintenance)	1,935,549	(16,471)	-	1,919,079	1,900,685	971	19,365
Hospital Dist. 2	270,923	(8,089)	-	262,834	261,965	783	1,652
Juvenile Justice	2,867,751	(32,099)	-	2,835,652	2,813,674	3,223	25,201

**LAFOURCHE PARISH SHERIFF
(As Ex-officio Parish Tax Collector)
Thibodaux, Louisiana**

**Schedule of 2013 Tax Roll and Collections
For the Year Ended June 30, 2014**

TAXING ENTITY	ORIGINAL ASSESSMENT	TAX ORDER CHANGES	ADJUDICATED/ EXEMPT	TOTAL TAXES COLLECTIBLE	TAXES COLLECTED	REFUNDS	**AMOUNT TO BE COLLECTED
Lafourche Ambulance	1,796,475	(15,287)	-	1,781,188	1,764,116	901	17,973
Law Enforcement	9,293,305	(104,022)	-	9,189,284	9,118,062	10,444	81,666
Library	1,380,105	(15,448)	-	1,364,657	1,354,081	1,551	12,128
Library	3,405,454	(38,118)	-	3,367,336	3,341,238	3,827	29,926
Lockport General Alimony	77,771	(139)	-	77,632	77,452	13	193
LTC Fee (Finance)	2,687	-	-	2,687	2,687	-	-
LTC Fee (Public Service)	9,208	-	-	9,208	9,208	-	-
North Lafourche Levee	983,831	(23,477)	-	960,354	956,114	1,950	6,190
North Lafourche Levee	1,098,776	(12,028)	-	1,086,748	1,081,518	2,999	8,228
North Lafourche Levee	702,736	(16,769)	-	685,967	682,939	1,393	4,421
North Lafourche Levee	784,840	(8,591)	-	776,248	772,513	2,142	5,877
Parish Council	2,304,681	(26,574)	-	2,278,106	2,260,178	2,613	20,541
Parish Drainage	2,957,368	(33,102)	-	2,924,266	2,901,601	3,324	25,988
Parish Recreation	1,380,105	(15,448)	-	1,364,657	1,354,081	1,551	12,128
Public Building	2,079,119	(23,272)	-	2,055,847	2,039,913	2,337	18,271
Recreation #1	122,089	(7,717)	-	114,372	113,334	437	1,475
Recreation #2 (Maintenance)	127,402	(2,229)	-	125,173	125,152	524	545
Recreation #8	107,028	-	-	107,028	106,971	-	57
Recreation #11	112,711	(1,064)	-	111,647	109,156	299	2,790
Road District #1	4,005,487	(48,227)	-	3,957,259	3,926,276	4,640	35,623
Schools-A/C	6,712,330	(75,132)	-	6,637,197	6,585,755	7,543	58,985
Schools-Bond	13,621,817	(152,472)	-	13,469,345	13,364,950	15,308	119,703
Schools-Constitution	3,253,105	(36,413)	-	3,216,692	3,191,761	3,656	28,587
Schools-Retirement	1,792,344	(20,062)	-	1,772,282	1,758,546	2,014	15,750
Schools-Salary Supp	6,712,330	(75,132)	-	6,637,197	6,585,755	7,543	58,985
Schools-Special Main	6,712,330	(75,132)	-	6,637,197	6,585,755	7,543	58,985
South Lafourche Levee	2,990,951	(24,794)	-	2,966,157	2,938,614	1,501	29,044
South Lafourche Levee	2,907,205	(24,100)	-	2,883,105	2,856,332	1,459	28,231
Special Education District	1,738,518	(14,794)	-	1,723,724	1,707,203	872	17,393

**LAFOURCHE PARISH SHERIFF
(As Ex-officio Parish Tax Collector)
Thibodaux, Louisiana**

**Schedule of 2013 Tax Roll and Collections
For the Year Ended June 30, 2014**

<u>TAXING ENTITY</u>	<u>ORIGINAL ASSESSMENT</u>	<u>TAX ORDER CHANGES</u>	<u>ADJUDICATED/ EXEMPT</u>	<u>TOTAL TAXES COLLECTIBLE</u>	<u>TAXES COLLECTED</u>	<u>REFUNDS</u>	<u>**AMOUNT TO BE COLLECTED</u>
Special Service #1	1,371,813	(16,499)	-	1,355,314	1,344,715	1,587	12,186
Veterans District	567,921	(4,833)	-	563,088	557,691	285	5,682
Water District #1	2,918,111	(34,835)	-	2,883,276	2,860,143	3,377	26,510
TOTAL AD VALOREM TAXES	<u>\$ 112,542,421</u>	<u>\$ (1,257,535)</u>	<u>\$ -</u>	<u>\$ 111,284,887</u>	<u>\$ 110,405,323</u>	<u>\$ 123,093</u>	<u>\$ 1,002,657</u>

**For the fiscal year ended June 30, 2014, the taxes assessed and uncollected were due to movable property.

LAFOURCHE PARISH SHERIFF
 Thibodaux, Louisiana
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Pass Through Grantor's Number	Expenditures
U.S. DEPARTMENT OF JUSTICE			
Supervised Visitation, Safe Havens for Children	16.527	2013-30-57	\$ 122,146
ARRA - Recovery Act Justice Assistance Grant JAG Program	16.804	2009-DJ-BX-4318 2011-DJ-BX-3431	17,078 7,877
State Criminal Alien Assistance Program	16.606	2013-AP-BX-0759	5,909
Bulletproof Vest Partnership Program	16.607	2009BUBX09049858 2013BUBX13066531	9,252 5,334
Passed through State of LA - Department of Justice Attorney General's Office Sex Offender Registration Program	*	*	33,575
Passed through State of LA - Commission on Law Enforcement ARRA - Combination Investigation	16.588	M12-7-006 2013-WF-01-1762	18,326 3,517
Passed through State of LA - Commission on Law Enforcement Victim Assistance Program	16.575	C12-7-021 2013-VA-04020103-1595	10,002 30,409
Passed through State of LA - Commission on Law Enforcement Multi Jurisdictional Task Force	16.738	2013-DJ-01-1462	<u>20,530</u>
TOTAL U.S. DEPT. OF JUSTICE			<u>\$ 283,955</u>

* CFDA and/or Grantor's Number not available

LAFOURCHE PARISH SHERIFF
 Thibodaux, Louisiana
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Pass Through Grantor's Number	Expenditures
US. DEPARTMENT OF HOMELAND SECURITY			
Passed through the State of Louisiana - Office of Homeland Security, Emergency Preparedness Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4080-PA-LA FEMA-4041-PA-LA	\$ 310,975 38,011
Passed through the State of Louisiana - Office of Homeland Security and Emergency Preparedness Citizens Corp Program 2010 Citizens Corp Program 2011 2012 SHSP 2013 SHSP	97.067	2010-SS-TO-0043 EMW-2011-SS-00124-S-0 EMW-2012-SS-00075-S0 EMW-2013-SS-00122-S0	13,495 17,673 8,142 5,148
Passed through the Lafourche Parish Port Commission Multi-Agency Communication Command and Control Center Port Wide Maritime Domain Awareness Systems Maintenance and Sustainment	97.056	2009-PU-T9-K023 2013-SL-B411-P400	369,756 <u>300,568</u>
TOTAL US. DEPT. OF HOMELAND SECURITY			<u>\$ 1,063,768</u>
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through State of LA - Dept of Public Safety & Corrections State and Community Highway Safety	20.600	2012-30-37 2014-30-38	63,142 73,627
Passed through State of LA - Dept of Transportation & Development and South Central Planning Commission Alcohol Open Container - DWI BAT Mobile	20.607	2014 HSIP	<u>76,529</u>
TOTAL U.S. DEPT. OF TRANSPORTATION			<u>\$ 213,298</u>
TOTAL MONITARY AWARDS			<u><u>\$ 1,561,021</u></u>

See accompanying notes to schedules of expenditures of financial awards.

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014

NOTE 1. Summary of Significant Accounting Policies

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Lafourche Parish Sheriff's Office 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 basic financial statements. Expenditures consist of the federal portion of expenditures used to operate the program.

NOTE 2. Sub-recipients

The Sheriff's Office did not pass-through any of its federal awards to a sub-recipient during the year ended June 30, 2014.

NOTE 3. Nonmonetary Awards

The Sheriff's Office did not receive any nonmonetary awards during the year ended June 30, 2014.

Other Information Required by *Government Auditing Standards* and OMB Circular A-133



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Honorable Craig Webre
Lafourche Parish Sheriff
Thibodaux, Louisiana

We have audited, in accordance with the 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, the financial statements of the governmental activities and the major fund information of the Lafourche Parish Sheriff, State of Louisiana, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements, and have issued our report thereon dated December 22, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Lafourche Parish Sheriff's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Lafourche Parish Sheriff's internal control. Accordingly, we do not express an opinion on the effectiveness of the Lafourche Parish Sheriff's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Lafourche Parish Sheriff's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the 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 or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose



December 22, 2014



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133

Honorable Craig Webre
Lafourche Parish Sheriff
Thibodaux, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the Lafourche Parish Sheriff Office's (the "Sheriff") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Sheriff's major federal programs for the year ended June 30, 2014. The Sheriff's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Sheriff's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Sheriff'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 on compliance for each major federal program. However, our audit does not provide a legal determination of the Sheriff's compliance.

Opinion on Each Major Federal Program

In our opinion, the Sheriff complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report Internal Control Over Compliance

Management of the Sheriff is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Sheriff's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Sheriff's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



December 22, 2014

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Schedule of Prior Year Findings
For the Year Ended June 30, 2014

- A. Findings required to be reported in accordance with *Government Auditing Standards* - Internal Control

There were no items previously reported under this section.

- B. Findings required to be reported in accordance with *Government Auditing Standards* - Compliance

There were no items previously reported under this section.

- C. Findings for Federal Awards defined in OMB A-133, Section 510(a) –

Ref No:
2013-1

Fiscal Year Finding Initially Occurred:
6/30/13

Description of Finding:
Internal Control Weakness over Reporting of Federal Awards in Schedule of Expenditures of Federal Awards.

Corrective Action Taken:
Yes. The Sheriff implemented new policy and related procedures with regards to maintaining federal awards documents and has appointed a single grant coordinator to ensure that all federal awards are reported on the Schedule of Expenditures of Federal Awards

Completion Date:
January 1, 2014

Contact Person:
Sheriff Craig Webre

LAFOURCHE PARISH SHERIFF
Thibodaux, Louisiana
Schedule of Current Year Findings and Questioned Costs
For the Year Ended June 30, 2014

Part I. Summary of Auditor's Results

- i. An unqualified opinion has been issued on the financial statement's of the Sheriff's governmental activities and each major fund (General Fund, Debt Service Fund, and Capital Projects Fund), and the aggregate remaining fund information.
- ii. No material weaknesses, nor control deficiencies identified but not considered to be material weaknesses relating to the audit of the basic financial statements are reported in the Independent Auditor's Report.
- iii. There were no material instances of noncompliance of the Lafourche Parish Sheriff's Office, which were required to be reported in accordance with *Government Auditing Standards*.
- iv. No material weaknesses, nor control deficiencies identified but not considered to be material weaknesses relating to the audit of the major federal award programs are reported in the Report on Compliance with Requirements Applicable to each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
- v. The auditor's report on compliance for the major federal award program administered by the Lafourche Parish Sheriff's Office expresses an unqualified opinion.
- vi. The auditor's reports disclosed no findings that are required to be reported under Section .510(a) of OMB Circular A-133.
- vii. The following programs were identified and tested as major programs:

<u>CFDA#</u>	<u>Name of Program</u>
97.056	Port Security Grant Program – Multi Agency Communication and Control Center
97.056	Port Security Grant Program – Port Wide Maritime Domain Awareness Systems Maintenance and Sustainment
97.036	Disaster Grants – Public Assistance Presidentially Declared Disasters
- viii. The threshold for distinguishing between Type A and Type B programs was \$300,000. There were three Type A programs noted during the year.

LAFOURCHE PARISH SHERIFF
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Schedule of Current Year Findings and Questioned Costs
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- ix. The Sheriff was not determined to be a low risk auditee under section 530 of Circular A-133.
- x. A management letter was not issued.

Part II. Findings required to be reported in accordance with *Government Auditing Standards*

There were no findings required to be reported.

Part III. Findings and questioned costs for Federal Awards defined in OMB A-133, § 510(a)

There were no findings required to be reported.