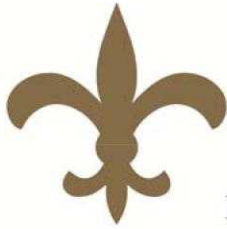


CALDWELL PARISH SHERIFF
Columbia, Louisiana

Financial Report
For the Year Ended June 30, 2015

CONTENTS

	PAGE
INDEPENDENT AUDITOR'S REPORT	3
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)	
Statement of Net Position	4
Statement of Activities	5
FUND FINANCIAL STATEMENTS (FFS)	
Balance Sheet – Governmental Fund	7
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position	8
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund	9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Fund to the Statement of Activities	10
Statement of Net Position – Proprietary Fund	11
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Fund	12
Statement of Cash Flows – Proprietary Fund	13
Statement of Fiduciary Assets and Liabilities	14
NOTES TO THE FINANCIAL STATEMENTS	15
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule – General Fund	37
OTHER SUPPLEMENTARY INFORMATION	
Agency Funds:	
Combining Balance Sheet	40
Combining Statement of Changes in Assets and Liabilities	41
Schedule of Cash in Tax Collector Account	42
Schedule of 2014 Ad Valorem Taxes Assessed and Collected	43
Tax Collector Affidavit	44
Schedule of Compensation, Benefits and Other Payments to Agency Head	45
COMPLIANCE AND INTERNAL CONTROL	
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	47
Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan	49



J. Aaron Cooper , CPA, LLC

P.O. Box 918 • 510 North Cutting Avenue • Jennings, Louisiana 70546
768 Parish Line Road • DeRidder, Louisiana 70634

Member of the American Institute of Certified Public Accountants and the Society of Louisiana Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Caldwell Parish Sheriff
Columbia, Louisiana

Report on Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Caldwell Parish Sheriff as of June 30, 2015, 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

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Caldwell Parish Sheriff as of June 30, 2015, and the changes in financial position and cash flows thereof 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 budget information 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I 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. I 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. The Caldwell Parish Sheriff has not presented Management's Discussion and Analysis that the Governmental Accounting Standards Board also determined is necessary to supplement, although not required to be part of, the basic financial statements.

Other Information. My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sheriff's basic financial statements. The accompanying combining and individual nonmajor fund schedules and the schedules related to the Tax Collector Fund are presented for the purpose of additional analysis and are not a required part of the basic financial statements of the Caldwell Parish Sheriff.

The supplemental schedules are the responsibility of management and were derived and relate 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. In my opinion, such information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in blue ink that reads "J. Aaron Cozart, CPA, LLC". The signature is written in a cursive, flowing style.

DeRidder, Louisiana
February 26, 2016

GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Statement of Net Position

June 30, 2015

	Governmental Activities	Business-Type Activities
ASSETS		
Cash and interest-bearing deposits	\$ 207,291	\$ 129,123
Receivables	22,050	367,484
Restricted deposits	-	101,067
Capital assets, net of accumulated depreciation	575,352	1,788,828
Total assets	804,693	2,386,502
DEFERRED OUTFLOWS		
Pension related deferrals	368,346	265,109
LIABILITIES		
Accounts payable	48,628	191,650
Salaries and benefits payable	90,849	44,368
Long-term liabilities:		
Due within one year	296,340	187,695
Due after one year	2,124,190	2,680,926
Total liabilities	2,560,007	3,104,639
DEFERRED OUTFLOWS		
Pension related deferrals	433,173	311,766
NET POSITION		
Investment in capital assets	220,127	1,253,903
Restricted for debt covenants	-	101,067
Unrestricted	(2,040,268)	(1,990,021)
Total net position	\$ (1,820,141)	\$ (635,051)

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Statement of Activities

For the Year Ended June 30, 2015

Activities	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Fees, Fines, and Charges for Services	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:						
Public safety	\$ 2,768,506	\$ 425,910	\$ 147,866	\$ (2,194,730)	\$ -	\$ (2,194,730)
Interest on long-term debt	11,849	-	-	(11,849)	-	(11,849)
Total governmental activities	2,780,355	425,910	147,866	(2,206,579)	-	(2,206,579)
Business-type activities	3,652,244	3,484,982		-	(167,262)	(167,262)
Total activities	\$ 6,432,599	\$ 3,910,892	\$ 147,866	(2,206,579)	(167,262)	(2,373,841)
General revenues:						
Taxes:						
Property taxes				1,668,853	-	1,668,853
State revenue sharing				46,058	-	46,058
Grants and contributions not restricted to specific programs:						
State sources				20,056	-	20,056
Interest and investment earnings				314	-	314
Miscellaneous				9,494	13,078	22,572
Transfers				60,000	(60,000)	-
Total general revenues				1,806,775	(46,922)	1,759,853
Change in net position				(399,804)	(214,184)	(613,988)
Beginning net position, as previously reported				(461,767)	269,043	(192,724)
Prior period adjustment				(958,570)	(689,910)	(1,648,480)
Beginning net position, as restated				(1,420,337)	(420,867)	(1,841,204)
Ending net position				\$ (1,820,141)	\$ (635,051)	\$ (2,455,192)

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

FUND FINANCIAL STATEMENTS (FFS)

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Balance Sheet - Governmental Fund

June 30, 2015

	General Fund	Total Governmental Funds
ASSETS	<u> </u>	<u> </u>
Cash and interest-bearing deposits	\$ 207,291	\$ 207,291
Receivables	<u>22,050</u>	<u>22,050</u>
Total assets	<u>\$ 229,341</u>	<u>\$ 229,341</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 48,628	\$ 48,628
Salaries and benefits payable	<u>90,849</u>	<u>90,849</u>
Total liabilities	<u>139,477</u>	<u>139,477</u>
Fund balance:		
Unassigned	<u>89,864</u>	<u>89,864</u>
Total fund balance	<u>89,864</u>	<u>89,864</u>
Total liabilities and fund balance	<u>\$ 229,341</u>	<u>\$ 229,341</u>

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Reconciliation of the Government Fund Balance Sheet
to the Statement of Net Position

June 30, 2015

Total fund balances for governmental funds at year end	\$	89,864
Total net position reported for governmental activities in the Statement of Net Position 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:		
Buildings and improvements, net	\$	2,013
Furniture and fixtures, net		52,708
Vehicles and other equipment, net		<u>520,631</u>
		575,352
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Those liabilities consist of:		
Long-term liabilities at year end:		
Capital lease obligations		(355,225)
Net pension liability		(747,793)
Other post-employment benefits obligation		<u>(1,317,512)</u>
		(2,420,530)
Pension related deferrals:		
Outflows		368,346
Inflows		<u>(433,173)</u>
		(64,827)
Total net position of governmental activities at year end	\$	<u><u>(1,820,141)</u></u>

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Governmental Fund - General Fund

For the Year Ended June 30, 2015

	<u>General Fund</u>
Revenues:	
Ad valorem taxes	\$ 1,668,853
Intergovernmental revenues:	
State grants:	
State supplemental pay	147,866
State revenue sharing (net)	46,058
Miscellaneous	20,056
Local grants	2,000
Fees, fines, and charges for services:	
Civil and criminal fees	32,266
Fines	25,703
Charges for services and programs	219,164
Mowing contract	148,777
Miscellaneous	9,808
Total revenues	<u>2,320,551</u>
Expenditures:	
Current -	
Public safety:	
Personal services and related benefits	1,802,074
Operating services	473,669
Materials and supplies	215,988
Travel and other charges	13,785
Debt service -	
Principal	221,121
Interest	11,849
Capital outlay	63,248
Total expenditures	<u>2,801,734</u>
Excess (deficiency) of revenues over expenditures	(481,183)
Other financing sources (uses):	
Transfers in	60,000
Proceeds from bank loan	100,000
Total other financing sources (uses)	<u>160,000</u>
Change in fund balance	(321,183)
Fund balance, beginning	<u>411,047</u>
Fund balance, ending	<u>\$ 89,864</u>

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

CALDWELL PARISH SHERIFF
Columbia, 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, 2015

Total net changes in fund balances per Statement of Revenues, Expenditures and Changes in Fund Balances	\$	(321,183)
The change in net assets 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 the Statement of Revenues, Expenditures and Changes in Fund Balances	63,248	
Depreciation expense	<u>(129,930)</u>	(66,682)
Book value of disposed capital assets		-
Debt principal retirement considered as an expenditure on the Statement of Revenues, Expenditures and Changes in Fund Balances		221,121
Proceeds of borrowings are recorded as revenues on the Statement of Revenues, Expenditures and Changes in Fund Balances but is included in liabilities on the government-wide financial statements.		(100,000)
In the Statement of Activities, certain operating expenses are measured by the amounts incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially the amounts paid). This is the amount by which the amounts incurred exceeds the amount actually paid:		
Change in other post-employment benefits	(279,010)	
Pension expense	<u>145,950</u>	<u>(133,060)</u>
Total changes in net assets per Statement of Activities	\$	<u><u>(399,804)</u></u>

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Statement of Net Position
Proprietary Funds

June 30, 2015

		Business- Type Activity- Enterprise Fund
ASSETS		
Cash and interest-bearing deposits	\$	129,123
Receivables		367,484
Restricted deposits		101,067
Capital assets, net of accumulated depreciation		<u>1,788,828</u>
Total assets		<u><u>2,386,502</u></u>
DEFERRED OUTFLOWS		
Pension related deferrals		<u>265,109</u>
LIABILITIES		
Accounts payable		191,650
Salaries and benefits payable		44,368
Long-term liabilities:		
Due within one year		57,952
Due after one year		<u>2,680,926</u>
Total liabilities		<u><u>2,974,896</u></u>
DEFERRED INFLOWS		
Pension related deferrals		<u>311,766</u>
NET POSITION		
Invested in capital assets, net of related debt		715,696
Restricted for debt covenants		101,067
Unrestricted		<u>(1,451,814)</u>
Total net position	\$	<u><u>(635,051)</u></u>

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund

For the Year Ended June 30, 2015

	Business- Type Activity- Enterprise Fund
Revenues:	
Charges for services:	
Feeding and keeping prisoners	\$ 3,484,982
Miscellaneous	13,078
Total revenues	3,498,060
Expenses:	
Public safety:	
Personal services and related benefits	2,172,614
Operating services	600,423
Materials and supplies	749,767
Travel and other charges	100
Depreciation	96,563
Total expenses	3,619,467
Operating loss	(121,407)
Non-operating revenues (expenses):	
Interest expense	(32,777)
Total non-operating revenues (expenses):	(32,777)
Loss before contributions and operating transfers	(154,184)
Operating transfers in (out)	(60,000)
Change in net position	(214,184)
Beginning net assets, as previously reported	269,043
Prior period adjustment	(689,910)
Beginning net position, as restated	(420,867)
Ending net position	\$ (635,051)

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Statement of Cash Flows
Proprietary Fund

For the Year Ended June 30, 2015

	Business- Type Activity- Enterprise Fund
Cash flows from operating activities:	
Cash received from customers	\$ 3,397,882
Cash paid to or on behalf of employees	(1,935,743)
Cash paid to suppliers	(1,347,777)
	246,451
Net cash provided by operating activities	246,451
Cash received from noncapital financing activities:	
Transfers out	(60,000)
	(60,000)
Net cash used in noncapital financing activities	(60,000)
Cash flows from capital and related financing activities:	
Cash paid for acquisition of capital assets	(62,453)
Cash paid for bond principal	(54,721)
Change in restricted deposits	761
Change in due to General Fund	(7,363)
Cash paid interest	(32,777)
	(156,553)
Net cash used in capital and related financing activities	(156,553)
Net change in cash and cash equivalents	29,898
Cash and cash equivalents, beginning of year	99,225
	99,225
Cash and cash equivalents, end of year	\$ 129,123
Reconciliation of operating loss to to net cash used by operating activities:	
Operating loss	\$ (121,407)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Depreciation expense	96,563
Pension expense	(105,045)
Changes in operating assets and liabilities:	
Accounts receivable	(100,178)
Accounts payable	134,602
Salaries and benefits payable	(33,390)
Change in liability for other post-employment benefits	375,306
	375,306
Net cash provided by operating activities	\$ 246,451

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Statement of Fiduciary Assets and Liabilities

June 30, 2015

	<u>Agency Funds</u>
ASSETS	
Cash and interest-bearing deposits	\$ 313,248
Restricted cash - protested taxes	<u>575,277</u>
Total assets	<u><u>\$ 888,525</u></u>
LIABILITIES	
Due to taxing bodies and others	<u><u>\$ 888,525</u></u>

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

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

INTRODUCTION

As provided by Article V, Section 27 of the Louisiana Constitution of 1974, 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, parish occupational licenses, state revenue sharing funds, sporting licenses, and fines, costs, and bond forfeitures imposed by the district court.

The accounting and reporting policies of the Caldwell Parish Sheriff conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures conform to the requirements of the industry audit guide, *Audits of State and Local Governments*.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

For financial reporting purposes, the Sheriff includes all funds, account groups, activities, et cetera, that are controlled by the Sheriff as an independently elected parish official. As an independently elected parish official, the Sheriff is solely responsible for the operation of his office, which includes the hiring and retention of employees, authority over budgeting, responsibility for deficits, and receipt and disbursements of funds. Other than certain operating expenditures of the Sheriff's office that are paid or provided by the parish police jury as required by Louisiana law, the Sheriff is financially independent.

Accordingly, the Sheriff is a separate governmental reporting entity. Certain units of local government, over which the Sheriff exercises no oversight responsibility, such as the parish police jury, parish Sheriff, other independently elected parish officials, and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the Sheriff.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

B. BASIS OF PRESENTATION

The accompanying basic financial statements of the Caldwell Parish Sheriff have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements-and Management's Discussion and Analysis—for State and Local Governments*, issued in June 1999. As a result, an entirely new financial presentation format has been implemented.

Government-Wide Financial Statements (GWFS) - The Statement of Net Position and the Statement of Activities display information about the Sheriff as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

The Statement of Activities presents a comparison between direct expenses and program revenues for each of the functions of the Sheriff's governmental activities and business-type 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 the 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.

Fund Financial Statements (FFS) - The Sheriff uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain Sheriff functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts. The various funds of the Sheriff are classified into three categories: governmental, proprietary, and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the Sheriff or its total assets, liabilities, revenues, or expenditures of the individual fund is at least 10 percent of the corresponding total for all funds of the same fund type; or total assets, liabilities revenues or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

B. BASIS OF PRESENTATION (Continued)

The Sheriff reports the following major governmental fund:

- The General Fund is the primary operating fund of the Sheriff. It accounts for all financial resources except those that are required to be accounted for in other funds.

The Sheriff reports the following major proprietary fund:

- The Caldwell Correction Center Fund accounts for the revenues and expenditures of the operation of the facility that houses primarily state prisoners for a per diem fee.

Additionally, the Sheriff reports certain activities in 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 accrual basis of accounting.

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Governmental Fund Financial Statements. The amounts reflected in the General Fund are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance 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 General Fund 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.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (Continued)

The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Ad valorem taxes and related state revenue sharing are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis and become due on December 15 of each year and delinquent by December 31. The taxes are normally 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. Interest income on deposits is recorded when interest is 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 purchase of various operating supplies are regarded as expenditures at the time purchased.

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 a 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 combined balance sheet and the revenue is recognized.

Government-wide and Proprietary Fund Financial Statements. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. Principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these criteria are reported as non-operating revenues and expenses.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (Continued)

The government-wide and proprietary fund financial statements are accounted for using an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position. All assets and liabilities (whether current or noncurrent) associated with their activities are reported.

The government-wide and proprietary fund financial statements are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

D. BUDGET PRACTICES

1. The proposed budget for the general and special revenue fund are submitted 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 public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is 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 principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Sheriff.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

E. DEPOSITS AND INVESTMENTS

The Sheriff's cash and cash equivalents are considered cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The Sheriff's investment program is authorized and limited by state statute to purchases of securities issued or guaranteed by the U.S. government and its agencies or instrumentalities and participation in the Louisiana Asset Management Pool (LAMP). LAMP is a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local governmental investment pool equivalent to a money market fund. LAMP invests in short-term instruments as permitted by statute.

F. CAPITAL ASSETS

Capital assets are capitalized at historical costs. The Sheriff maintains a threshold level of \$1,000 or more for capitalizing capital assets.

Capital assets are recorded in the Statement of Net Position. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes.

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

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings	15-40
Office, equipment, and furniture	5-7
Vehicles	5

G. COMPENSATED ABSENCES

Vacation and sick leave are recorded when paid. This method approximates the accrual method since neither vacation nor sick leave is allowed to accumulate year to year ("use it or lose it"). Earned vacation is paid upon termination; however, sick leave is not paid.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

H. EQUITY CLASSIFICATIONS

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

- 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.
- 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.
- Unrestricted net position - All other net position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund statements, governmental fund equity is classified as fund balance. In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the Sheriff classifies governmental fund balances as follows:

- Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or grantors, or amounts constrained due to constitutional provisions or enabling legislation.
- Committed - includes fund balance amounts that are constrained for specific purposes that are internal imposed by the Sheriff through formal action of the Sheriff and does not lapse at year-end.
- Assigned - Includes fund balance amounts that are intended to be used for a specific purpose that are considered to be neither restricted nor committed. Fund balance can be assigned by the Sheriff.
- Unassigned - includes fund balance amounts within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

Proprietary fund equity is classified the same as in the government-wide statements.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

I. 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 reduction of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers. The Sheriff periodically transfers funds between the general fund and the special revenue fund as necessary to fund operations.

J. ESTIMATES

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

2. DEPOSITS AND INVESTMENTS

Under state law, the Sheriff may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Sheriff may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2015, the Sheriff has cash and interest-bearing deposits (book balances) totaling \$1,326,006 as follows:

	Maturities	Government-wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Total
Demand deposits	N/A	\$ 336,414	\$ 313,248	\$ 649,662
Time deposits	Less than one year	101,067	575,277	676,344
Total		<u>\$ 437,481</u>	<u>\$ 888,525</u>	<u>\$ 1,326,006</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.

Interest Rate Risk. The Sheriff's policy does not address interest rate risk, however, the Sheriff's intention is that the foremost objective of each investment is the preservation of principal.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

2. DEPOSITS AND INVESTMENTS (Continued)

Custodial Credit Risk. With respect to deposits, custodial credit risk is the risk that, in the event of bank failure, the Sheriff's deposits may not be returned. Under state law, the Sheriff's deposits must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The fair 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 Sheriff or the pledging bank by a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2015, the Sheriff has \$1,314,855 in deposits (collected bank balances) in local financial institutions, including certificates of deposit. These deposits are secured from risk by \$890,713 of federal deposit insurance and \$334,992 of pledged securities held by the custodial bank in the name of the Sheriff. The remaining \$89,150 was not secured and therefore subject to custodial credit risk.

3. 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 taxes. Ad valorem taxes attach as an enforceable lien on property as of January 1, of each year. Taxes are levied by the parish government in June and are actually billed to the taxpayers by the Sheriff in October. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values determined by the Tax Assessor of Caldwell Parish and are collected by the Sheriff. The taxes are remitted to the appropriate taxing bodies net of deductions for assessor's compensation and pension fund contributions.

Ad valorem taxes are budgeted and recorded in the year for which levied and billed. For the year ended June 30, 2015, law enforcement taxes applicable to the Sheriff's General Fund, were levied at the rate of 30.99 mills on property with assessed valuations totaling \$71,011,112. Homestead exemptions totaled \$14,290,190, which left a remaining taxable value of \$56,720,922. Total law enforcement taxes levied during 2015 were \$1,660,522.

4. RECEIVABLES

The receivables of \$389,534 at June 30, 2015, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Proprietary Fund</u>	<u>Total</u>
State of Louisiana	\$ -	\$ 321,262	\$ 321,262
Taxes	3,215	-	3,215
Other	18,835	46,222	65,057
	<u>\$ 22,050</u>	<u>\$ 367,484</u>	<u>\$ 389,534</u>

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015, was as follows:

	Beginning of Year	Additions	Deletions	End of Year
Furniture and equipment	\$ 23,422	\$ 42,019	\$ -	\$ 65,441
Buildings and improvements	2,400	-	-	2,400
Transportation equipment	580,818	256,482	-	837,300
Other equipment	284,103	200,705	-	484,808
Total capital assets being depreciated	<u>890,743</u>	<u>499,206</u>	<u>-</u>	<u>1,389,949</u>
Less accumulated depreciation for:				
Furniture and equipment	2,738	9,995	-	12,733
Buildings and improvements	227	160	-	387
Transportation equipment	513,318	70,181	-	583,499
Other equipment	168,384	49,594	-	217,978
Total accumulated depreciated	<u>684,667</u>	<u>129,930</u>	<u>-</u>	<u>814,597</u>
Governmental activities capital assets, net:	<u>\$ 206,076</u>	<u>\$ 369,276</u>	<u>\$ -</u>	<u>\$ 575,352</u>
Business type activities:				
Capital assets not being depreciated:				
Land	<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,000</u>
Capital assets being depreciated:				
Buildings and improvements	3,182,128	15,480	-	3,197,608
Furniture and equipment	74,622	46,973	-	121,595
Transportation equipment	48,954	-	-	48,954
Total capital assets being depreciated	<u>3,305,704</u>	<u>62,453</u>	<u>-</u>	<u>3,368,157</u>
Less accumulated depreciation for:				
Buildings and improvements	1,403,023	81,326	-	1,484,349
Furniture and equipment	41,464	13,537	-	55,001
Transportation equipment	44,279	1,700	-	45,979
Total accumulated depreciated	<u>1,488,766</u>	<u>96,563</u>	<u>-</u>	<u>1,585,329</u>
Business type activities capital assets, net:	<u>\$ 1,822,938</u>	<u>\$ (34,110)</u>	<u>\$ -</u>	<u>\$ 1,788,828</u>

Depreciation expense in the amount of \$225,493 was charged to public safety.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

6. PENSION PLAN

Substantially all employees of the Caldwell Parish Sheriff's Office are members of the Louisiana Sheriffs Pension and Relief Fund (Fund), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees.

Plan Description

The fund was established in accordance with the provisions of Louisiana Revised Statute 11:2171 for the purpose of providing retirement benefits for employees of sheriff's offices throughout the state of Louisiana, employees of the Louisiana Sheriffs Association, and employees of the Fund. The System provides retirement benefits as well as disability and survivor benefits. Benefits are established and amended by state statute. The Fund issues a publicly available financial report that includes financial statements and required supplementary information for the Fund. That report may be obtained by writing to the Louisiana Sheriffs Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, Louisiana 70802, or by calling (225) 219-0500.

Retirement Benefits. For members who become eligible for membership on or before December 31, 2011: Members with twelve years of creditable service may retire at age fifty-five; members with thirty years of service may retire regardless of age. The retirement allowance is equal to three and one third percent of the member's average final compensation multiplied by his years of creditable service, not to exceed (after reduction for optional payment form) 100% of average final compensation. Active, contributing members with at least ten years of creditable service may retire at age sixty. The accrued normal retirement benefit is reduced actuarially for each month or fraction thereof that retirement begins prior to the member's earliest normal retirement date assuming continuous service.

For members whose first employment making them eligible for membership in the system began on or after January 1, 2012: Members with twelve years of creditable service may retire at age sixty-two; members with twenty years of service may retire at age sixty; members with thirty years of creditable service may retire at age fifty-five. The benefit accrual rate for such members with less than thirty years of service is three percent; for members with thirty or more years of service; the accrual rate is three and one-third percent. The retirement allowance is equal to the benefit accrual rate times the member's average final compensation multiplied by his years of creditable service, not to exceed (after reduction for optional payment form) 100% of average final compensation. Members with twenty or more years of service may retire with a reduced retirement at age fifty.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

6. PENSION PLAN (Continued)

For a member whose first employment began on or before June 30, 2006, final average compensation is based on the average monthly earnings during the highest thirty-six consecutive months. The earnings to be considered for each twelve-month period within the thirty-six month period shall not exceed 125% of the preceding twelve-month period.

For a member whose first employment began after June 30, 2006 and before July 1, 2013, final average compensation is based on the average monthly earnings during the highest sixty consecutive months. The earnings to be considered for each twelve-month period within the sixty month period shall not exceed 125% of the preceding twelve-month period.

For a member whose first employment began on or after July 1, 2013, final average compensation is based on the average monthly earnings during the highest sixty consecutive months or joined months is service was interrupted. The earnings to be considered for each twelve-month period within the sixty month period shall not exceed 115% of the preceding twelve-month period.

Disability Benefits. A member is eligible to receive disability benefits if he has at least ten years of creditable service when a non-service related disability is incurred; there are no service requirements for a service related disability. Disability benefits shall be the lesser of 1) a sum equal to the greatest of 45% of final average compensation or the members' accrued retirement benefit at the time of termination of employment due to disability, or 2) the retirement benefit which would be payable assuming continued service to the earliest normal retirement age. Members who become partially disabled receive 75% of the amount payable for total disability.

Survivor Benefits. Survivor benefits for death solely as a result of injuries received in the line of duty are based on the following: For a spouse alone, a sum equal to 50% of the member's final average compensation with a minimum of \$150 per month. If a spouse is entitled to benefits and has a child or children under eighteen years of age (or over said age if physically or mentally incapacitated and dependent upon the member at the time of his death), an additional sum of 15% of the member's final average compensation is paid to each child with total benefits paid to spouse and children not to exceed 100%. If a member dies with no surviving spouse, surviving children under age eighteen will receive monthly benefits of 15% of the member's final average compensation up to a maximum of 60%. If a member is eligible for normal retirement at the time of death, the surviving spouse receives an automatic option 2 benefit. The additional benefit payable to children shall be the same as those available for members who die in the line of duty. In lieu of receiving option 2 benefit, the surviving spouse may receive a refund of the member's accumulated contributions. All benefits payable to surviving children shall be extended through age twenty- two, if the child is a full time student in good standing enrolled at a board approved or accredited school, college, or university.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

6. PENSION PLAN (Continued)

Back Deferred Retirement Option Plan (Back-DROP). In lieu of receiving a service retirement allowance, any member of the Fund who has more than sufficient service for a regular service retirement may elect to receive a "Back-DROP" benefit. The Back-DROP benefit is based upon the Back-DROP period selected and the final average compensation prior to the period selected. The Back-DROP period is the lesser of three years or the service accrued between the time a member first becomes eligible for retirement and his actual date of retirement. For those individuals with thirty or more years, the Back-DROP period is the lesser of four years or service accrued between the time a member first becomes eligible for retirement and his actual date of retirement. At retirement the member's maximum monthly retirement benefit is based upon his service, final average compensation and plan provisions in effect on the last day of creditable service immediately prior to the commencement of the Back-DROP period. In addition to the monthly benefit at retirement, the member receives a lump-sum payment equal to the maximum monthly benefit as calculated above multiplied by the number of months in the Back- DROP period. In addition, the member's Back-DROP account will be credited with employee contributions received by the retirement fund during the Back-DROP period. Participants have the option to opt out of this program and take a distribution, if eligible, or to rollover the assets to another qualified plan.

Cost of Living Adjustments. Cost of living provisions for the Fund allows the board of trustees to provide an annual cost of living increase of 2.5% of the eligible retiree's original benefit if certain funding criteria are met. Members are eligible to receive a cost of living adjustment once they have attained the age of sixty and have been retired at least one year. Funding criteria for granting cost of living adjustments is dependent on the funded ratio.

Contributions. Plan members are required by state statute to contribute 10.25% of their annual covered salary and the Caldwell Parish Sheriff is required to contribute at an actuarially determined rate. The current rate is 14.25% of annual covered payroll. 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 Caldwell 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 Caldwell Parish Sheriff's contributions to the System for the years ending June 30, 2015, 2014, and 2013 were \$204,964 and \$182,285 and \$171,119, respectively, equal to the required contributions for each year.

In accordance with state statute, the Fund receives ad valorem taxes, insurance premium taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

6. PENSION PLAN (Continued)

Pension Liabilities, Pension Expense, and Pension-Related Deferrals

At June 30, 2015, the Sheriff reported liability of \$1,286,000 for its proportionate share of the Net Pension Liability for both plans. The Net Pension Liabilities were measured as of June 30, 2014 and the total pension liability used to calculate the Net Pension Obligation for each plan was determined by an actuarial valuation as of that date. The Sheriff's proportion of the Net Pension Liability was based on a projection of the Sheriff's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the Sheriff's proportion was 0.324747%, which represented an increase of .020145 percentage points from its proportions measured as of June 30, 2013.

For the year ended June 30, 2015, the Sheriff recognized pension expense of \$59,014 which includes current year amortization of deferrals related to pensions of (\$137,506).

At June 30, 2015, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and annual experience	\$ -	\$ 132,720
Changes of assumptions	95,260	-
Net difference between projected and actual earnings on pension plan investments	-	601,449
Changes in proportion	112,508	-
Differences between actual contributions and proportionate share of contributions	-	10,770
Contributions subsequent to the measurement date	<u>425,687</u>	<u>-</u>
Total	<u>\$ 633,455</u>	<u>\$ 744,939</u>

The Sheriff reported \$425,687 as deferred outflows of resources related to pensions resulting from Sheriff contributions subsequent to the measurement date of June 30, 2014, will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2016.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

6. PENSION PLAN (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year	Total
2016	\$ (137,506)
2017	(137,506)
2018	(137,506)
2019	(137,506)
2020	12,853
	\$ (537,171)

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2014, and 2013 are as follows:

Actuarial cost method	Entry Age Normal
Amortization approach	Closed
Expected Remaining Service Lives	6 years
Investment rate of return	7.7% net of investment expenses.
Inflation rate	3.0% per annum
Projected salary increases	6.0%
Cost-of-living adjustments	The present value of future retirement benefits is based on benefits currently being paid by the Fund and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.
Mortality	Mortality rates based on the RP-2000 Sex Distinct Mortality Table.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

6. PENSION PLAN (Continued)

The mortality rate assumptions were set after reviewing an experience study performed over the period July 1, 2004, through June 30, 2009. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the Fund's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that these tables would produce liability values approximating the appropriate generational mortality tables used.

The discount rate used to measure the total pension liability was 7.7%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the Fund's actuary. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Sheriff's proportionate share of the Net Pension Liability using the discount rate of each system as well as what the Sheriff's proportionate share of the Net Pension Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate used by each system:

Current discount rate	7.7%	\$1,286,000
One percentage point decrease	6.7%	\$2,547,922
One percentage point increase	8.7%	\$227,759

Support of Non-employer Contributing Entities

Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective pension plan. The Sheriff recognizes revenue in an amount equal to their proportionate share of the total contributions to the pension plan from these non-employer contributing entities. During the year ended June 30, 2015, the Sheriff recognized revenue as a result of support received from non-employer contributing entities of \$115,678 for its participation in the Fund.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

6. PENSION PLAN (Continued)

Payables to the Pension Plan

The Sheriff recorded accrued liabilities to each of the retirement systems for the year ended June 30, 2015. The amounts due are included in liabilities under the amounts reported as salaries and benefits payable. At June 30, 2015, \$94,503 were payable to the Fund.

7. LEASES

The Sheriff records assets acquired through capital leases as an asset and an obligation in the accompanying financial statements in the government-wide financial statements. The Sheriff has entered into lease-purchase agreements for patrol vehicles and mowing equipment. The original net present value of the leases amounted to \$435,889. Terms of the leases are as follows:

	Balance at Year End
A vehicle lease payable in annual payments of \$44,108, including interest at 3.75%, through December 21, 2018	\$ 161,029
A vehicle lease payable in monthly installments of \$1,264, including interest at 6.84%, through August 2016	18,124
An equipment lease payable in quarterly installments of \$16,703, including interest at 2.89%, through March 2018	176,002
	\$ 355,155

Future minimum payments are as follows:

Year ended June 30:		
2016	\$	127,353
2017		113,458
2018		94,217
2019		44,098
Total payments		379,126
Less: Amount representing interest		(23,971)
Total	\$	355,155

The net present value of assets acquired via capital lease is amortized over the useful lives of the acquired capital assets and is included in depreciation expense.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

8. LITIGATION AND CLAIMS

At June 30, 2015, the Sheriff is involved in several lawsuits. The Sheriff's attorney has advised that at this stage in the proceedings he cannot offer an opinion as to the probable outcome of these lawsuits and claims. Management feels that any uninsured exposure, if any, would not be material to the financial statements.

9. CHANGES IN AGENCY FUND BALANCES

A summary of changes in agency fund balances due to taxing bodies and others follows:

	Balance at Beginning of Year	Additions	Reductions	Balance at End of Year
Tax Collector Fund	\$ 145,425	\$ 8,687,340	\$ (8,107,745)	\$ 725,020
Fines Fund	4,877	162,312	(160,659)	6,530
CPSO Jail Fund	52,722	70,926	(94,183)	29,465
CCC Commissary Fund	672	386,427	(283,952)	103,147
CCC Inmate Fund	44,437	460,534	(480,608)	24,363
Total	<u>\$ 248,133</u>	<u>\$ 9,767,539</u>	<u>\$ (9,127,147)</u>	<u>\$ 888,525</u>

10. LONG-TERM DEBT

The Sheriff's bonds payable is attributable to business-type activities. The following is a summary of bonds payable for the year ended June 30, 2015:

\$1,035,000 Special Corrections Facility Revenue Refunding Bonds, series 2002. The bonds carry an annual interest rate of 5.75% and are due in monthly installments of \$7,266 through January 2023.

\$ 534,925

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

10. LONG-TERM DEBT (Continued)

Future maturities of long-term debt as of June 30, 2015, are as follows:

Year ended June 30:	<u>Principal</u>	<u>Interest</u>	<u>Total Payments</u>
2016	\$ 57,952	\$ 29,247	\$ 87,199
2017	61,374	25,825	87,199
2018	64,997	22,202	87,199
2019	68,835	18,364	87,199
2020	72,898	14,300	87,198
2021-2023	208,869	16,396	225,265
Total	<u>\$ 534,925</u>	<u>\$ 126,334</u>	<u>\$ 661,259</u>

Changes in long-term debt are as follows:

	<u>Beginning of Year</u>	<u>Issued</u>	<u>Retired</u>	<u>End of Year</u>	<u>Amounts Due Within One Year</u>
Governmental activities:					
Capital leases	\$ 40,387	\$ 435,959	\$ 121,121	\$ 355,225	\$ 116,073
Bank loan	-	100,000	100,000	-	-
Net pension liability	1,187,063	350,680	789,950	747,793	180,267
Other post-employment benefit	1,038,501	315,430	36,419	1,317,512	-
	<u>\$ 2,265,951</u>	<u>\$ 1,202,069</u>	<u>\$ 1,047,490</u>	<u>\$ 2,420,530</u>	<u>\$ 296,340</u>
Business-type activities:					
Revenue bonds	\$ 589,646	-	\$ 54,721	\$ 534,925	\$ 57,952
Net pension liability	854,363	252,393	568,549	538,207	129,743
Other post-employment benefit	1,290,440	375,306	-	1,665,746	-
	<u>\$ 2,734,449</u>	<u>\$ 627,699</u>	<u>\$ 623,270</u>	<u>\$ 2,738,878</u>	<u>\$ 187,695</u>

11. ON-BEHALF PAYMENTS

The Sheriff's office is located in the parish courthouse. The cost of maintaining and operating the courthouse, as required by R.S. 33:4715, is paid by the Caldwell Parish Police Jury.

12. RISK MANAGEMENT

The Sheriff is covered by commercial insurance for substantially all risks of loss.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

13. SUBSEQUENT EVENTS

The Sheriff evaluated its June 30, 2015 financial statements through February 26, 2016, the date the financial statements were available to be issued. The Sheriff is not aware of any additional subsequent events which would require recognition or disclosure in the financial statements.

14. OTHER POST-EMPLOYMENT BENEFITS

The Sheriff provides certain continuing health care and life insurance benefits for the Sheriff's retired employees. Substantially, all of the Sheriff's employees become eligible for these benefits if they reach normal retirement age while working for the Sheriff. Those benefits for retirees are provided through Blue Cross/Blue Shield whose monthly premiums are paid by the Sheriff. The Sheriff pays the premiums on a "pay-as-you-go" basis. For the year ended June 30, 2015, there were three retirees and the costs of their benefits totaled \$36,420.

The Sheriff's Annual Required Contribution ("ARC") is an amount actuarially-determined in accordance with GASB 45, which is being implemented prospectively for the year ended June 30, 2015. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize the beginning Unfunded Actuarial Liability ("UAL") over a period of 30 years. A 30-year, closed amortization period has been used with a level-dollar amortization factor. The total ARC for the fiscal year 2015 is \$552,946 which consists of normal cost of \$348,232, amortization of UAL of \$186,015, and interest of \$18,699.

The following table presents the Sheriff's OPEB obligation for the year ended June 30, 2015:

Beginning OPEB obligation	\$ 2,328,941
Adjustment to beginning obligation	139,585
Annual Required Contribution	552,946
ARC adjustment	(88,192)
Interest	<u>86,398</u>
Annual OPEB cost	551,152
Less: current year premiums paid	<u>(36,420)</u>
Increase in net OPEB obligation	<u>654,317</u>
Ending net OPEB obligation	\$ <u>2,983,258</u>

Utilizing the pay-as-you-go method, the Sheriff contributed 6.0% of the annual OPEB cost during 2015.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Notes to the Financial Statements

14. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Methods and Assumptions. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2015 actuarial valuation, the “Entry Age Normal” method was used, employees and retirees as of the valuation date were used and employees to be hired in the future were not considered. The actuarial assumptions included a 3.5 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 9.0 percent initially, reduced by decrements to an ultimate rate of 5.0 percent after eight years. The RP-2000 Employee Mortality Table was used in the actuarial calculation. The turnover scale and retirement rates were based on rates used in the valuation of the Sheriffs' Pension and Relief Fund. The remaining amortization period at June 30, 2015 was 23 years.

Funded Status. The funded status of the plan as of June 30, was as follows:

Actuarial valuation date	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Actuarial value of assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Actuarial Accrued Liability (000s)	\$3,755	\$4,267	\$4,758	\$5,239	\$5,697	\$6,126	\$5,207
Unfunded Actuarial Accrued Liability (000s)	\$3,755	\$4,267	\$4,758	\$5,239	\$5,697	\$6,126	\$5,207
Funded ratio	0%	0%	0%	0%	0%	0%	0%
Covered payroll (active plan members) (000s)	\$1,639	\$1,639	\$2,534	\$2,532	\$2,491	\$2,391	\$2,606
UAAL as a percentage of covered payroll	229.1%	260.3%	187.8%	206.9%	228.7%	256.3%	199.8%

15. PRIOR PERIOD ADJUSTMENT

As a result of implementing GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, an adjustment to reduce net position by \$2,041,426 was made to reflect the net pension liability and related deferrals as of the beginning of the year.

REQUIRED SUPPLEMENTARY
INFORMATION

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Budgetary Comparison Schedule - General Fund

For the Year Ended June 30, 2015

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Ad valorem taxes	\$ 1,804,000	\$ 1,804,000	\$ 1,668,853	\$ (135,147)
Intergovernmental revenues:				
State grants:				
State supplemental pay	131,000	138,000	147,866	9,866
State revenue sharing (net)	46,000	15,000	46,058	31,058
Miscellaneous	52,000	48,000	20,056	(27,944)
Fees, fines, and charges for services:				
Civil and criminal fees	32,000	32,000	32,266	266
Fines	33,000	33,000	25,703	(7,297)
Charges for services and programs	176,000	206,000	219,164	13,164
Mowing contract	150,000	149,000	148,777	(223)
Miscellaneous	31,000	24,000	9,808	(14,192)
Total revenues	<u>2,455,000</u>	<u>2,449,000</u>	<u>2,320,551</u>	<u>(128,449)</u>
Expenditures:				
Current -				
Public safety:				
Personal services and related benefits	1,776,000	1,845,000	1,802,074	42,926
Operating services	467,000	437,000	473,669	(36,669)
Materials and supplies	224,000	248,000	215,988	32,012
Travel and other charges	17,000	14,000	13,785	215
Debt service	258,000	169,000	232,970	(63,970)
Capital outlay	52,000	21,000	63,248	(42,248)
Total expenditures	<u>2,794,000</u>	<u>2,734,000</u>	<u>2,801,734</u>	<u>(67,734)</u>
Deficiency of revenues under expenditures	(339,000)	(285,000)	(481,183)	(196,183)
Other financing sources (uses):				
Transfers in (out)	95,000	(90,000)	60,000	150,000
Proceeds from bank loan	200,000	100,000	100,000	-
Total other financing sources (uses)	<u>295,000</u>	<u>10,000</u>	<u>160,000</u>	<u>150,000</u>
Change in fund balances	(44,000)	(275,000)	(321,183)	(46,183)
Fund balance, beginning	411,047	411,047	411,047	-
Fund balance, ending	<u>\$ 367,047</u>	<u>\$ 136,047</u>	<u>\$ 89,864</u>	<u>\$ (46,183)</u>

OTHER SUPPLEMENTAL INFORMATION

FIDUCIARY FUND TYPE - AGENCY FUNDS

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. It also accounts for collections of bonds, fines, and costs and payment of these collections to the recipients in accordance with applicable laws.

FINES FUND

The Fines Fund accounts for partial payments on court fines. Funds are transferred to the Tax Collector Fund for settlement when full payment is received.

INMATE FUNDS

The Inmate Funds account for individual prisoner account balances. Funds are deposited in the name of the prisoner and are payable upon request. Balances in the individual prisoner accounts are returned upon completion of their jail sentences.

COMMISSARY FUNDS

The Commissary Funds account for the purchase and resale of personal items to the inmates at the Caldwell Correction Center and the Caldwell Parish Jail.

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Fiduciary Fund Type - Agency Funds
Combining Balance Sheet

June 30, 2015

	TAX COLLECTOR FUND	FINES FUND	CPSO JAIL COMMISSARY & INMATE FUND	CCC COMMISSARY FUND	CCC INMATE FUND	TOTAL
ASSETS						
Cash and cash equivalents	\$ 149,743	\$ 6,530	\$ 29,465	\$ 103,147	\$ 24,363	\$ 313,248
Restricted cash - protested taxes	575,277	-	-	-	-	575,277
	<u>\$ 725,020</u>	<u>\$ 6,530</u>	<u>\$ 29,465</u>	<u>\$ 103,147</u>	<u>\$ 24,363</u>	<u>\$ 888,525</u>
LIABILITIES						
Due to taxing bodies and others	<u>\$ 725,020</u>	<u>\$ 6,530</u>	<u>\$ 29,465</u>	<u>\$ 103,147</u>	<u>\$ 24,363</u>	<u>\$ 888,525</u>

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Fiduciary Fund Type - Agency Funds
Combining Statement of Changes in Due to Others

For the Year Ended June 30, 2015

	TAX COLLECTOR FUND	FINES FUND	CPSO JAIL COMMISSARY & INMATE FUND	CCC COMMISSARY FUND	CCC INMATE FUND	TOTAL
BALANCES AT BEGINNING OF YEAR	\$ 145,425	4,877	\$ 52,722	\$ 672	\$ 44,437	\$ 248,133
ADDITIONS						
Garnishments	-	17,652	-	-	-	17,652
Sheriff's sales	-	144,660	-	-	-	144,660
Taxes, fees, etc., paid to tax collector	8,687,340	-	-	-	-	8,687,340
Commissary sales	-	-	30,967	386,427	-	417,394
Inmate receipts	-	-	39,959	-	460,534	500,493
Total additions	8,687,340	162,312	70,926	386,427	460,534	9,767,539
REDUCTIONS						
Litigants	-	125,925	-	-	-	125,925
Taxes, fees, etc., distributed to taxing bodies and others	8,107,745	29,313	-	-	-	8,137,058
Commissary supplies	-	-	24,540	256,294	-	280,834
Inmate disbursements	-	-	39,013	-	480,608	519,621
Other settlements	-	5,421	30,630	27,658	-	63,709
Total reductions	8,107,745	160,659	94,183	283,952	480,608	9,127,147
BALANCES AT END OF YEAR	\$ 725,020	6,530	\$ 29,465	\$ 103,147	\$ 24,363	\$ 888,525

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Schedule of Cash in Tax Collector Account

June 30, 2015

Cash and cash equivalents	\$ 149,743
Restricted cash - protested taxes	<u>575,277</u>
Total cash	<u><u>\$ 725,020</u></u>

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Schedule of 2014 Ad Valorem Taxes Assessed and Collected

For the Year Ended June 30, 2015

	Taxes Assessed	Taxes Collected	Amount Uncollected
Taxing Authority:			
Caldwell Parish Assessor	\$ 405,556	\$ 405,180	\$ 376
Caldwell Parish Gravity Drainage District No. 1	121,049	120,982	67
Caldwell Parish Law Enforcement District	1,660,522	1,658,982	1,540
Caldwell Parish Police Jury	1,999,748	1,997,894	1,854
Caldwell Parish School Board	3,186,758	3,183,803	2,955
Columbia Heights Sewer District	114,661	114,509	152
Kelly Water District	42,810	42,801	9
Louisiana Forestry Commission	17,631	17,631	-
Louisiana Tax Commission	1,447	1,447	-
Tensas Basin Levee District	52,517	52,496	21
	<u>\$ 7,602,699</u>	<u>\$ 7,595,725</u>	<u>\$ 6,974</u>

Some taxes remain uncollected at June 30 due to bankruptcies as well as taxes related to personal property which cannot be sold at sheriff's sale.



STEVEN E. MAY
CALDWELL PARISH SHERIFF



PARISH OF CALDWELL
Post Office Box 60
Columbia, LA 71418

Telephone (318) 649-2345
Facsimile (318) 649-5226

AFFIDAVIT

BEFORE ME, the undersigned authority, personally came and appeared, Steven E. May, the sheriff of Caldwell Parish, State of Louisiana, who after being duly sworn, deposed and said:

The following information is true and correct:

\$149,743 is the amount of cash on hand in the tax collector account on June 30, 2015;

He further deposed and said:

All itemized statements of the amount of taxes collected for tax year 2014, 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.

Steven E. May
Sheriff of Caldwell Parish

SWORN to and subscribed before me, Notary, this 26th day of March, 2016, in my office in Columbia, Louisiana.

Debbie Dollar, #77910
Commission: Sheriff's Term

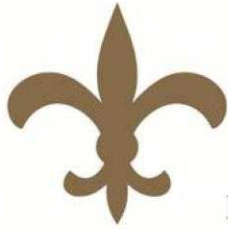
CALDWELL PARISH SHERIFF
Columbia, Louisiana

Schedule of Compensation, Benefits, and Other Payments to Agency Head

For the Year Ended June 30, 2015

	Amount
Agency Head-Sheriff Steven E. May	
Salary	\$ 137,455
Benefits-insurance	14,082
Benefits-retirement	17,830
Benefits-other	-
Car allowance	-
Vehicle provided by government	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-
	<hr/>
	\$ 169,367
	<hr/> <hr/>

COMPLIANCE
AND
INTERNAL CONTROL



J. Aaron Cooper , CPA, LLC

P.O. Box 918 • 510 North Cutting Avenue • Jennings, Louisiana 70546
768 Parish Line Road • DeRidder, Louisiana 70634

Member of the American Institute of Certified Public Accountants and the Society of Louisiana Certified Public Accountants

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

Caldwell Parish Sheriff
Columbia, Louisiana

I have audited the basic financial statements of the Caldwell Parish Sheriff as of and for the year ended June 30, 2015, and have issued my report thereon dated March 20 2015. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of Caldwell Parish Sheriff is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing my audit, I considered Caldwell Parish Sheriff's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Caldwell Parish Sheriff's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Caldwell Parish Sheriff's internal control over financial reporting.

My consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness and another deficiency that we consider to be a significant deficiency.

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 combination of deficiencies, in internal control that results in more than a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected, on a timely basis. I consider Item 01-15(IC) in the accompanying schedule of findings and questioned costs to be material weaknesses.

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. I consider item 02-15(IC) in the accompanying schedule of findings and questioned costs to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Caldwell Parish Sheriff's basic financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described is described in the accompanying schedule of findings and questioned costs as Item 01-15(C) and 02-15(C).

No separate management letter was issued for this engagement.

Caldwell Parish Sheriff's response to the findings identified in my audit is described in the accompanying schedule of findings and questioned costs. I did not audit Caldwell Parish Sheriff's response and, accordingly, I express no opinion on it.

This report is intended solely for the information and use of the Caldwell Parish Sheriff, the Sheriff's management, the Legislative Auditor of the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in blue ink that reads "J. Aaron Cozart, CPA, LLC". The signature is written in a cursive style.

DeRidder, Louisiana
February 26, 2016

CALDWELL PARISH SHERIFF
Columbia, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan

For the Year Ended June 30, 2015

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
Current year (06/30/15)						
Internal Control:						
01 - 15 (IC)	Unknown	The Sheriff did not have adequate segregation of functions within the accounting system.	NA	The Sheriff and financial officer have determined that it is not cost effective to achieve complete segregation of duties in the accounting department. They have, however, segregated as many duties as possible. No plan is considered necessary.	Debbie Dollar	NA
02 - 15 (IC)	Unknown	The Sheriff does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including related notes.	NA	The Sheriff has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with (GAAP) and determined that it is in the best interest of the government to outsource this task to its independent auditor, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Debbie Dollar	NA
Compliance:						
01 - 15 (C)	2014	The audit for June 30, 2014 was not completed within six months of year-end as required by state law. The audit could not be completed until the Tax Collector system was repaired.	Yes	Management anticipates that the Tax Collector system issues will be fully corrected and that the audit will be completed in time next year.	Debbie Dollar	6/30/2016
02 - 15 (C)	2015	At June 30, 2015, deposits at two of the Sheriff's banks exceeded the sum of FDIC insurance coverage and pledged collateral. State law requires deposits to be fully collateralized.	Yes	Management will contact the banks involved and make sure that the required amount of securities are pledged.	Debbie Dollar	6/30/2016

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan - Continued

For the Year Ended June 30, 2015

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
Prior year (06/30/14)						
Internal Control:						
01 - 14 (IC)	Unknown	The Sheriff did not have adequate segregation of functions within the accounting system.	NA	The Sheriff and financial officer have determined that it is not cost effective to achieve complete segregation of duties in the accounting department. They have, however, segregated as many duties as possible. No plan is considered necessary.	Debbie Dollar	NA
02 - 14 (IC)	Unknown	The Sheriff does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including related notes.	NA	The Sheriff has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with (GAAP) and determined that it is in the best interest of the government to outsource this task to its independent auditor, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Debbie Dollar	NA
03 - 14 (IC)	2014	Refunds of overpayments and interest on delinquent taxes in the amount of \$57,884 were disbursed twice from the Tax Collector Fund beginning in 2010. It appears that some of the reports from the Tax Collector system had errors	Yes	Management has been in contact with the tax system vendor to make the necessary corrections in the program to correct the reporting. Additionally, new reconciliations will be implemented in order to double-check the accuracy of the reports	Debbie Dollar	6/30/2015