

**MARY SUE STAGES, CPA  
A PROFESSIONAL ACCOUNTING CORPORATION**

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*Louisiana Society of Certified Public Accountants  
American Institute of Certified Public Accountants  
Association of Governmental Accountants  
Governmental Audit Quality Control Center*

Office of the Legislative Auditor  
State of Louisiana  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

The basic financial statements of the Louisiana State Board of Private Investigator Examiners as of and for the year ended June 30, 2009, are being reissued.

The beginning balance of the liability for other post-employment benefits has been restated to agree with the balance that will be used by the Office of State-wide Reporting in their CAFR as of June 30, 2009.

If there is anything else you need or if you have any questions/comments, please let me know.

Sincerely,



Mary Sue Stages, CPA  
A Professional Accounting Corporation  
October 7, 2009

RECEIVED  
LEGISLATIVE AUDITOR  
2009 OCT -8 AM 11:06

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10/21/09

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2009 OCT -8 AM 11:07

REISSUE

LOUISIANA STATE BOARD OF  
PRIVATE INVESTIGATOR EXAMINERS  
STATE OF LOUISIANA

BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED  
JUNE 30, 2009

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATE OF LOUISIANA  
BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2009**

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**INDEPENDENT ACCOUNTANTS' REPORT**

To the Board Members of the  
Louisiana State Board of Private Investigator Examiners  
2051 Silverside Drive, Suite 190  
Baton Rouge, Louisiana 70808

We have reviewed the accompanying basic financial statements of the business-type activities of the Louisiana State Board of Private Investigator Examiners, a component unit of the State of Louisiana, as of and for the year ended June 30, 2009, as listed in the table of contents. These basic financial statements are the responsibility of the Louisiana State Board of Private Investigator Examiners' management.

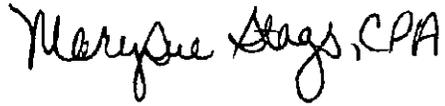
Our review was conducted in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States of America. A review consists principally of inquiries of Board personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States.

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, we have issued a report, dated August 26, 2009, on the results of our agreed-upon procedures.

The accompanying supplemental information listed in the table of contents under Supplemental Schedules and Information and Other Required Supplementary Information is presented for purposes of

additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but were compiled from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

A handwritten signature in black ink that reads "Mary Sue Stages, CPA". The signature is written in a cursive style.

Mary Sue Stages, CPA  
A Professional Accounting Corporation  
August 26, 2009

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**BASIC FINANCIAL STATEMENTS**

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**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS**  
**STATE OF LOUISIANA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2009**

	<u>Business-type Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and cash equivalents	\$ 89,669.87
Prepaid expenses	6,539.79
Total Current Assets	<u>96,209.66</u>
Non-Current Assets	
Investments	126,398.00
Capital assets, net of accumulated depreciation:	
Office equipment	7,454.96
Total Non-Current Assets	<u>133,852.96</u>
TOTAL ASSETS	<u><u>230,062.62</u></u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable	1,141.49
Payroll withholdings and related payables	2,224.00
Total Current Liabilities	<u>3,365.49</u>
Non-Current Liabilities	
Compensated absences payable	10,704.00
Other post-employment benefits plan payable	1,301.00
Total Non-Current Liabilities	<u>12,005.00</u>
Total Liabilities	<u>15,370.49</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	7,454.96
Unrestricted	207,237.17
Total Net Assets	<u>214,692.13</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>230,062.62</u></u>

See Accountants' Report

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATE OF LOUISIANA  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
YEAR ENDED JUNE 30, 2009**

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	<u>Business-type Activities</u>
<b>OPERATING REVENUES</b>	
Licenses and other fees	\$ 262,934.95
Late fees and fines	<u>21,336.00</u>
Total Operating Revenues	<u>284,270.95</u>
 <b>OPERATING EXPENSES</b>	
Professional services	17,465.64
Meetings, conferences and travel	1,269.48
Salaries and related benefits	127,770.58
General and administrative expenses	73,810.35
Depreciation	<u>197.00</u>
Total Operating Expenses	<u>220,513.05</u>
Operating Income	63,757.90
 <b>NON-OPERATING REVENUES (EXPENSES)</b>	
Interest income	7,456.04
Copies and labels	<u>443.30</u>
Total Non-Operating Revenues (Expenses)	<u>7,899.34</u>
Change in Net Assets	71,657.24
Total Net Assets, beginning	139,134.89
Prior period adjustment - other post-employment benefits	<u>3,900.00</u>
Total Net Assets, ending	<u><u>214,692.13</u></u>

See Accountants' Report

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATE OF LOUISIANA  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2009**

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	<u>Business-type Activities</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from customers	\$ 284,270.95
Cash paid to suppliers for goods and services	(96,512.42)
Cash paid to employees for services	<u>(124,122.65)</u>
Net Cash Provided by Operating Activities	63,635.88
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>	
Proceeds from sales and other sources	<u>443.30</u>
Net Cash Provided by Non-Capital Financing Activities	443.30
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Acquisition of capital assets	<u>(1,943.00)</u>
Net Cash Used for Capital and Related Financing Activities	(1,943.00)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest reinvested	(9,838.15)
Interest earned on certificates of deposit	<u>9,469.04</u>
Net Cash Used for Investing Activities	<u>(369.11)</u>
Net Increase in Cash and Cash Equivalents	61,767.07
Cash and Cash Equivalents, beginning of year	<u>27,902.80</u>
Cash and Cash Equivalents, end of year	<u><u>89,669.87</u></u>

Continued

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS**  
**STATE OF LOUISIANA**  
**STATEMENT OF CASH FLOWS (Continued)**  
**YEAR ENDED JUNE 30, 2009**

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	<u>Business-type Activities</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating income	\$ 63,757.90
Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	197.00
(Increase) decrease in assets:	
Prepaid expenses	(3,744.75)
Increase (decrease) in liabilities	
Accounts payable	(222.20)
Payroll withholdings and related payables	1,497.93
Accrued salaries	(490.00)
Compensated absences payable	<u>2,640.00</u>
Net Cash Provided by Operating Activities	<u><u>63,635.88</u></u>

See Accountants' Report

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**SUPPLEMENTAL SCHEDULES AND INFORMATION**

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**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATE OF LOUISIANA  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2009**

	Budgeted		Actual	Variance
	Original	Final		Favorable (Unfavorable)
<b>OPERATING REVENUES</b>				
Licenses and other fees	\$ 248,700.00	\$ 248,700.00	\$ 262,934.95	\$ 14,234.95
Late fees and fines	15,000.00	15,000.00	21,336.00	6,336.00
Total Operating Revenues	263,700.00	263,700.00	284,270.95	20,570.95
<b>OPERATING EXPENSES</b>				
Professional services	36,000.00	36,000.00	17,465.64	18,534.36
Meetings, conferences and travel	2,000.00	2,000.00	1,269.48	730.52
Salaries and related benefits	130,600.00	130,600.00	127,770.58	2,829.42
General and administrative expense:	66,900.00	66,900.00	73,810.35	(6,910.35)
Depreciation	3,000.00	3,000.00	197.00	2,803.00
Total Operating Expenses	238,500.00	238,500.00	220,513.05	17,986.95
Operating Income	25,200.00	25,200.00	63,757.90	38,557.90
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest income	7,800.00	7,800.00	7,456.04	(343.96)
Copies and labels	-	-	443.30	443.30
Total Non-Operating Revenues (Expenses)	7,800.00	7,800.00	7,899.34	99.34
Change in Net Assets	33,000.00	33,000.00	71,657.24	38,657.24
Fund Balances, beginning, restated	139,134.89	143,034.89	143,034.89	-
Fund Balances, ending	172,134.89	176,034.89	214,692.13	38,657.24

See Accountants' Report

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATE OF LOUISIANA  
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS  
JUNE 30, 2009**

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In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid to board members is presented for the year ended June 30, 2009. The Board members of the Louisiana State Board of Private Investigator Examiners are not paid a per diem for meeting attendance or other Board business. A listing of the Board members, including all that served during the year, follows.

Name

Childers, Bruce  
Clayton, Paula  
Dugas, Maria  
Kovac, Annette  
Landry, Kenneth  
Mowell, John  
Wallace, Lance

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American Institute of Certified Public Accountants  
Association of Governmental Accountants  
Governmental Audit Quality Control Center*

**INDEPENDENT ACCOUNTANTS' REPORT  
ON APPLYING AGREED-UPON PROCEDURES**

Board Members of the  
Louisiana State Board of Private Investigator Examiners  
2051 Silverside Drive, Suite, 290  
Baton Rouge, Louisiana 70808

We have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of the Louisiana State Board of Private Investigator Examiners and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Board's compliance with certain laws and regulations during the year ended June 30, 2009, included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

**Public Bid Law**

1. Select all expenditures made during the year for material and supplies exceeding \$20,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures in excess of \$20,000 for material and supplies or \$100,000 for public works made during the year.

**Code of Ethics for Public Officials and Public Employees**

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management in agreed-upon procedure (3) appeared on the list provided by management in agreed-upon procedure (2).

### **Budgeting**

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There were no amendments to the budget during the year.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a regular meeting.

7. Compare the revenues and expenditures of the final budget to actual expenditures to determine if actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total.

We compared the expenditures of the final budget to actual expenditures. Revenues did not fail to meet budgeted revenues by 5% in total. Expenditures for the year did not exceed budgeted amounts by more than 10% in any one category. Expenditures for the year did not exceed budgeted amounts by more than 5% in total.

### **Accounting and Reporting**

8. Randomly select six disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

All six of the payments were coded to the correct fund and general ledger account.

- (c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the Director and Board where applicable.

## Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

The Board is required to post a notice of each meeting and the accompanying agenda. Management has asserted that such documents were properly posted.

## Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits that appeared to be proceeds of bank loans, bonds or like indebtedness.

## Advances and Bonuses

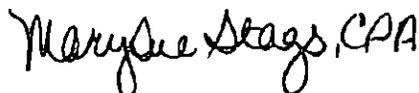
11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees that may constitute bonuses, advances or gifts.

A reading of the minutes of the Board for the year indicated no approval for the payments noted. We also inspected payroll records for the year and noted no instances that would indicate payments to employees that would constitute bonuses, advances or gifts.

The prior year report, dated August 20, 2008, did not include any comments or unresolved matters.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Board and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under LSA-RS 24:513, this report is distributed by the Legislative Auditor as a public document.



Mary Sue Stages, CPA  
A Professional Accounting Corporation  
August 26, 2009

**LOUISIANA ATTESTATION QUESTIONNAIRE**  
(For Attestation Engagements of Government)

Date: 6/30/09

Mary Sue Stages, CPA, APAC  
P. O. Box 30  
Baker, Louisiana 70704-0030

In connection with your review of our financial statements as of June 30, 2009, and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of \_\_\_\_\_(date completed).

**Public Bid Law**

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office..

Yes [] No [  ]

**Code of Ethics for Public Officials and Public Employees**

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes [] No [  ]

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes [] No [  ]

**Budgeting**

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes [] No [  ]

**Accounting and Reporting**

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes  No [ ]

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes  No [ ]

We have had our financial statements audited or compiled in accordance with LSA-RS 24:513.

Yes  No [ ]

**Meetings**

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes  No [ ]

**Debt**

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60-1410.65.

Yes  No [ ]

**Advances and Bonuses**

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.

Yes  No [ ]

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations. We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

*Bob Lytle* Secretary/Clerk 7-28-09 Date

*Lance Wallace* Treasurer 7/24/09 Date

*N/A* President/Mayor 15 Date

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**OTHER REQUIRED SUPPLEMENTARY INFORMATION**

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**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATE OF LOUISIANA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
JUNE 30, 2009**

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**LOUISIANA'S COMPREHENSIVE ANNUAL FINANCIAL REPORT**

As a component unit of the State of Louisiana, the financial statements of the Louisiana State Board of Private Investigator Examiners are included in Louisiana's Comprehensive Annual Financial Report. Following are the statements being submitted to the Division of Administration. The amounts recorded have been subjected to the same review procedures as those recorded in the accompanying financial statements.

STATE OF LOUISIANA  
 BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
 Annual Financial Statements  
 June 30, 2009

CONTENTS

AFFIDAVIT

Statements

MD&A

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Schedules

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STATE OF LOUISIANA  
Annual Financial Statements  
Fiscal Year Ending June 30, 2009

LOUISIANA BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
2051 Silverside Drive, Suite 190  
Baton Rouge, LA 70808

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

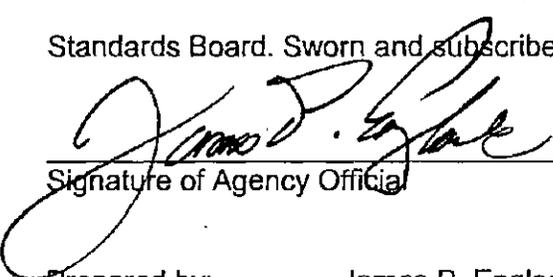
Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

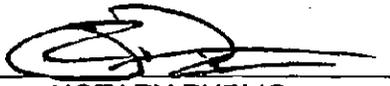
Physical Address:  
1201 N. Third Street  
Claiborne Building, 6<sup>th</sup> Floor, Suite 6-130  
Baton Rouge, Louisiana 70802

Physical Address:  
1600 N. Third Street  
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, James P. Englade, Executive Director, of the Louisiana Board of Private Investigator Examiners, who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of the Board at June 30, 2009 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 21<sup>st</sup> day of August, 2009.

  
\_\_\_\_\_  
Signature of Agency Official

  
\_\_\_\_\_  
NOTARY PUBLIC  
Charles F. Duchain III  
Bar Roll # 05101

Prepared by: James P. Englade

Title: Executive Director

Telephone No.: (225) 763-6006

Date: August 26, 2009

Email Address:

**STATE OF LOUISIANA  
BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
BALANCE SHEET**

**Statement A**

AS OF JUNE 30, 2009

**ASSETS**

**CURRENT ASSETS:**

Cash and cash equivalents	\$	89,670
Investments		
Receivables (net of allowance for doubtful accounts)(Note U)		
Due from other funds (Note Y)		
Due from federal government		
Inventories		
Prepayments		6,540
Notes receivable		
Other current assets		
Total current assets		96,210

**NONCURRENT ASSETS:**

Restricted assets (Note F):		
Cash		
Investments		126,398
Receivables		
Investments		
Notes receivable		
Capital assets (net of depreciation)(Note D)		
Land		
Buildings and improvements		
Machinery and equipment		7,455
Infrastructure		
Construction-in-progress		
Other noncurrent assets		
Total noncurrent assets		133,853
Total assets	\$	230,063

**LIABILITIES**

**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$	3,365
Due to other funds (Note Y)		
Due to federal government		
Deferred revenues		
Amounts held in custody for others		
Other current liabilities		
Current portion of long-term liabilities: (Note K)		
Contracts payable		
Compensated absences payable		10,704
Capital lease obligations		
Claims and litigation payable		
Notes payable		
Bonds payable		
Other long-term liabilities		
Total current liabilities		14,069

**NONCURRENT LIABILITIES: (Note K)**

Contracts payable		
Compensated absences payable		
Capital lease obligations		
Claims and litigation payable		
Notes payable		
Bonds payable		
OPEB payable		1,301
Other long-term liabilities		
Total noncurrent liabilities		1,301
Total liabilities		15,370

**NET ASSETS**

Invested in capital assets, net of related debt		
Restricted for:		
Capital projects		
Debt service		
Unemployment compensation		
Other specific purposes		
Unrestricted		214,693
Total net assets		214,693
Total liabilities and net assets	\$	230,063

The accompanying notes are an integral part of this financial statement.

**STATE OF LOUISIANA  
BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2009**

**Statement B**

<b>OPERATING REVENUES</b>	
Sales of commodities and services	\$ _____
Assessments	_____ 21,336
Use of money and property	_____
Licenses, permits, and fees	_____ 262,935
Other	_____
Total operating revenues	_____ 284,271
<b>OPERATING EXPENSES</b>	
Cost of sales and services	_____
Administrative	_____ 220,316
Depreciation	_____ 197
Amortization	_____
Total operating expenses	_____ 220,513
Operating income(loss)	_____ 63,758
<b>NON-OPERATING REVENUES(EXPENSES)</b>	
State appropriations	_____
Intergovernmental revenues(expenses)	_____
Taxes	_____
Use of money and property	_____ 7,456
Gain on disposal of fixed assets	_____
Loss on disposal of fixed assets	_____
Federal grants	_____
Interest expense	_____
Other revenue	_____ 443
Other expense	_____
Total non-operating revenues(expenses)	_____ 7,899
Income(loss) before contributions, extraordinary items, & transfers	_____ 71,657
Capital contributions	_____
Extraordinary item - Loss on impairment of capital assets	_____
Transfers in	_____
Transfers out	_____
Change in net assets	_____ 71,657
Total net assets – beginning	_____ 139,136
Prior period adjustment - OPEB	_____ 3,900
Total net assets – ending	\$ _____ 214,693

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA  
 BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
 STATEMENT OF ACTIVITIES  
 FOR THE YEAR ENDED JUNE 30, 2009

Statement C

See Appendix B for instructions

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Entity	\$ 220,513	\$ 284,271	\$	\$	\$ 63,758
General revenues:					
Taxes					
State appropriations					
Grants and contributions not restricted to specific programs					
Interest					7,458
Miscellaneous					443
Special items					
Extraordinary item - Loss on impairment of capital assets					
Transfers					
Total general revenues, special items, and transfers					7,899
Change in net assets					71,657
Net assets - beginning as restated					143,036
Net assets - ending					\$ 214,693

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA  
BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2009**

**Statement D**

<b>Cash flows from operating activities</b>		
Cash received from customers	\$ 284,271	
Cash payments to suppliers for goods and services	(98,512)	
Cash payments to employees for services	(124,123)	
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		<u>83,636</u>
<b>Cash flows from non-capital financing activities</b>		
State appropriations		
Federal receipts		
Federal disbursements		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other	443	
Net cash provided(used) by non-capital financing activities		<u>443</u>
<b>Cash flows from capital and related financing activities</b>		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets	(1,843)	
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		<u>(1,843)</u>
<b>Cash flows from Investing activities</b>		
Interest Reinvested in Certificate of Deposit	(9,838)	
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities	9,469	
Net cash provided(used) by Investing activities		<u>(369)</u>
Net increase(decrease) in cash and cash equivalents		<u>81,767</u>
Cash and cash equivalents at beginning of year		<u>27,902.80</u>
Cash and cash equivalents at end of year	\$	<u>89,670</u>

Statement D  
(concluded)

STATE OF LOUISIANA  
LOUISIANA BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2009

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

Operating income(loss)	\$	<u>63,758</u>
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:		
Depreciation/amortization	197	
Provision for uncollectible accounts		
Other		
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net		
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments	(3,745)	
(Increase)decrease in inventories		
(Increase)decrease in other assets		
(Increase)(decrease) in accounts payable and accruals	786	
(Increase)(decrease) in compensated absences payable	2,640	
(Increase)(decrease) in due to other funds		
(Increase)(decrease) in deferred revenues		
(Increase)(decrease) in OPEB payable		
(Increase)(decrease) in other liabilities		
Net cash provided(used) by operating activities	\$	<u>63,636</u>

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease(s)	\$	<u>          </u>
Contributions of fixed assets		<u>          </u>
Purchases of equipment on account		<u>          </u>
Asset trade-ins		<u>          </u>
Other (specify)		<u>          </u>
		<u>          </u>
		<u>          </u>
		<u>          </u>
Total noncash investing, capital, and financing activities:	\$	<u>          </u>

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA  
BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
Notes to the Financial Statement  
As of and for the year ended June 30, 2009**

**INTRODUCTION**

The Board of Private Investigator Examiners hereinafter referred to as the Board, was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:3501 et sec. The following is a brief description of the operations of the Board of Private Investigator Examiners which includes the parishes in which the Board is located:

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the Board of Private Investigator Examiners present information only as to the transactions of the programs of the Board as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Board of Private Investigator Examiners are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

**Revenue Recognition**

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

**Expense Recognition**

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

**B. BUDGETARY ACCOUNTING**

The appropriations made for the operations of the various programs of the Board of Private Investigator Examiners are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

**STATE OF LOUISIANA  
BOARD OF PRIVATE INVESTIGATOR EXAMINERS  
Notes to the Financial Statement  
As of and for the year ended June 30, 2009**

	<u>APPROPRIATIONS</u>
Original approved budget	\$ <u>271,500</u>
Amendments:	<u>                    </u>
Final approved budget	\$ <u>271,500</u>

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS**

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Board of Private Investigator Examiners may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits 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 pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

**GASB Statement 40, which amended GASB Statement 3**, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2009, consisted of the following:

	<u>Cash</u>	<u>Nonnegotiable Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Balance per agency books (Balance Sheet)	\$ <u>89,670</u>	\$ <u>          </u>	\$ <u>          </u>	\$ <u>89,670.00</u>
Deposits in bank accounts per bank	\$ <u>90,883</u>	\$ <u>          </u>	\$ <u>          </u>	\$ <u>90,883.00</u>
Bank balances of deposits exposed to custodial credit risk:				
a. Deposits not insured and uncollateralized	\$ <u>          </u>	\$ <u>          </u>	\$ <u>          </u>	\$ <u>-</u>
b. Deposits not insured and collateralized with securities held by the pledging institution.	\$ <u>          </u>	\$ <u>          </u>	\$ <u>          </u>	\$ <u>-</u>
c. Deposits not insured and collateralized with securities held by the pledging institution's trust department or agent but not in the entity's name.	\$ <u>          </u>	\$ <u>          </u>	\$ <u>          </u>	\$ <u>-</u>

**STATE OF LOUISIANA**  
**BOARD OF PRIVATE INVESTIGATOR EXAMINERS**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2009**

NOTE: The "Deposits in bank accounts per bank" will not necessarily equal the "Balance per agency books" due to outstanding items.

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. Capital One	Operating	\$ 89,797
2. Capital One	Operating	1,086
3. _____	_____	_____
4. _____	_____	_____
Total		\$ <u>90,883</u>

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ _____
Petty cash	\$ <u>100</u>

**2. INVESTMENTS**

The Board of Private Investigator Examiners maintains investment accounts as authorized by Louisiana R.S. 33:2955

All investments of the Board are certificates of deposit that are not exposed to custodial credit risk.



**STATE OF LOUISIANA**  
**BOARD OF PRIVATE INVESTIGATOR EXAMINERS**  
**Notes to the Financial Statement**  
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5. POLICIES

The Board of Private Investigator Examiners' investment policy limits investments to Certificates of Deposit. The Board is permitted to keep more than \$100,000 in one financial institution if the excess of \$100,000 is collateralized with securities held by the pledging institution.

6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS (NOT APPLICABLE)

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

	Year ended June 30, 2009							
	Prior Period Adjustments			Adjusted Balance 6/30/2008	Additions	Transfers*	Retirements	Balance 6/30/2009
	Balance 6/30/2008	Adj. after submitted to OSRAP (+/-)	Restatements (+/-)					
<b>Capital assets not being depreciated</b>								
Land	\$	\$	\$	\$	\$	\$	\$	\$
Non-depreciable land improvements				-				-
Capitalized collections				-				-
Construction in progress				-				-
<b>Total capital assets not being depreciated</b>								
	-	-	-	-	-	-	-	-
<b>Other capital assets</b>								
Machinery and equipment	33,490			33,490	1,943			35,433
Less accumulated depreciation	(27,781)			(27,781)	(197)			(27,978)
<b>Total Machinery and equipment</b>	<b>5,709</b>	<b>-</b>	<b>-</b>	<b>5,709</b>	<b>1,746</b>	<b>-</b>	<b>-</b>	<b>7,455</b>
Buildings and improvements				-				-
Less accumulated depreciation				-				-
<b>Total buildings and improvements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Depreciable land improvements				-				-
Less accumulated depreciation				-				-
<b>Total depreciable land improvements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Infrastructure				-				-
Less accumulated depreciation				-				-
<b>Total infrastructure</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total other capital assets</b>	<b>5,709</b>	<b>-</b>	<b>-</b>	<b>5,709</b>	<b>1,746</b>	<b>-</b>	<b>-</b>	<b>7,455</b>
<b>Capital Asset Summary:</b>								
Capital assets not being depreciated	-	-	-	-	-	-	-	-
Other capital assets, at cost	33,490	-	-	33,490	1,943	-	-	35,433
<b>Total cost of capital assets</b>	<b>33,490</b>	<b>-</b>	<b>-</b>	<b>33,490</b>	<b>1,943</b>	<b>-</b>	<b>-</b>	<b>35,433</b>
Less accumulated depreciation	(27,781)	-	-	(27,781)	(197)	-	-	(27,978)
<b>Capital assets, net</b>	<b>\$ 5,709</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,709</b>	<b>\$ 1,746</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,455</b>

**STATE OF LOUISIANA  
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**E. INVENTORIES (NOT APPLICABLE)**

**F. RESTRICTED ASSETS (NOT APPLICABLE)**

**G. LEAVE**

**1. COMPENSATED ABSENCES**

The Board of Private Investigator Examiners has the following policy on annual and sick leave:

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

Annual leave accrued in the accompanying statement of net assets, the amount unpaid at June 30, 2008, is \$10,704.

**2. COMPENSATORY LEAVE**

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. There is no liability for compensatory leave recorded in the accompanying financial statements.

**H. RETIREMENT SYSTEM**

Two of the employees of the Board of Private Investigator Examiners are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees

All full-time Board employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or

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(c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2008 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. That report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and are also available on-line at:

[http://www.lasers.state.la.us/PDFs/Publications\\_and\\_Reports/Fiscal\\_Documents/Comprehensive\\_Financial\\_Reports/Comprehensive%20Financial%20Reports\\_08.pdf](http://www.lasers.state.la.us/PDFs/Publications_and_Reports/Fiscal_Documents/Comprehensive_Financial_Reports/Comprehensive%20Financial%20Reports_08.pdf)

Members are required by state statute to contribute with the single largest group ("regular members") contributing 7.5% of gross salary, and the Board of Private Investigator Examiners is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2009, remained at 20.4% of annual covered payroll as compared to the 20.4% and 19.1% required in fiscal years ended June 30, 2008 and 2007 respectively. The Board of Private Investigator Examiners contributions to the System for the years ending June 30, 2009, 2008, and 2007, were \$13,012, \$12,769, and \$11,250, respectively, equal to the required contributions for each year.

**I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

The Board may provide certain continuing health care and life insurance benefits for its retired employees through the Louisiana Office of Group Benefits. Substantially all of the Board's employees become eligible for those benefits if they reach normal retirement age while working for the Board and were covered by the Board's active medical plan immediately prior to retirement. Those benefits include joint payment of monthly premiums for the coverage provided.

*Plan Description.* The State of Louisiana's Other Post-Employment Benefit Plan (OPEB Plan) is an agent multiple-employer plan administered by the Louisiana Office of Group Benefits (OGB). There are three plans available to eligible retirees for health care – OGB Preferred Provider Organization (PPO), Humana Health Maintenance Organization (HMO) and United Exclusive Provider Organization (EPO). Participants eligible for Medicare coverage can choose one of two OGB Medicare Advantage Plans, either an HMO or private fee-for-service (PFFS) plan. Life insurance benefits include basic term life, basic plus supplemental term life, dependent term life and employee accidental death and dismemberment coverage. The policy is underwritten by The Prudential Insurance Company of America.

LRS 42:801-883 provides for the authority under which benefit provisions are established and may be amended. The OGB does not issue a stand-alone report; however, it is included in the Louisiana Comprehensive Annual Financial Report (CAFR). The CAFR may be obtained from Office of Statewide Reporting and Accounting Policy's website at [www.dqa.la.gov/osrap](http://www.dqa.la.gov/osrap), writing to P. O. Box 94095, Baton Rouge, LA 70804-9095 or by calling 225-342-0708.

*Funding Policy.* LRS 42:801-883 provides for the authority under which the obligations of the plan members and the system are established and may be amended. For employees hired prior to January 1, 2002, the cost of coverage is shared 25% by the participant and 75% by the Board with the exception of single retirees under age 65. He/she must pay 25% of the active employee cost. Employees hired on or after January 1, 2002, pay a percentage of the total contribution rate based on his/her years of service at retirement (under 10 yrs. – 81%; 10-14 yrs. – 62%; 15-19 yrs. – 44%; 20+ yrs. – 25%). A lifetime maximum for healthcare benefits is set at \$5,000,000 for the PPO, HMO and EPO plans. The retiree must pay 50% of the life insurance premiums for him or herself and 88% for his/her spouse. Maximum coverage is capped at \$50,000.00.

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Premiums paid for healthcare coverage vary depending on the plan chosen. For the year ended June 30, 2009, this amount ranges from \$315 to \$341 per month for single members with Medicare or \$969 to \$1,049 per month without Medicare.

Premiums paid for retiree and spouse range from \$1,164 to \$1,261 per month for those with Medicare or \$1,710 to \$1,853 per month for those without Medicare. The rates for retirees with children are slightly higher than the single rates and family coverage is slightly higher than the retiree/spouse rates. The plan is currently financed on a pay-as-you-go basis by the Board.

*OPEB Cost/Obligation.* The Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. A level percentage of payroll amortization method, open period, was used. The total ARC for the year beginning July 1, 2008, is as follows:

Normal cost	\$ 1
30 year UAL amortization amount	<u>700</u>
Annual Required Contribution (ARC)	<u>701</u>

The Board's OPEB obligation for the year ended June 30, 2009, is as follows:

Annual required contribution/OPEB Cost	\$ 701
Contributions made	<u>-0-</u>
Change in Net OPEB Obligation	701
Net OPEB obligation, beginning	<u>600</u>
Net OPEB obligation, ending	<u>1,301</u>

Utilizing the pay-as-you-go method, the Board contributed 0% of the annual post-employment benefits cost during the current year. Because this is the first year of implementation, information for prior years is not presented.

*Funding Status and Funding Progress.* As of June 30, 2009, the Board had not made any contributions to its post-employment benefits plan trust. A trust was established during the current year but was not funded. Thus, it has no plan assets and a funding ratio of zero. Funding status and progress is summarized below.

Unfunded actuarial accrued liability (UAAL)	\$ 1,301
Covered payroll (active employees)	62,700
UAAL as a percentage of covered payroll	2%

*Actuarial Methods/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

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**As of and for the year ended June 30, 2009**

valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial method and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the July 1, 2008 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4% investment rate of return (net of administrative expenses) and initial annual healthcare cost trend rate of 9.5% and 10.6% for pre-Medicare and Medicare eligibles, respectively, scaling down to ultimate rates of 5% per year. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on an open basis. The remaining amortization period at July 1, 2008, was thirty years.

**J. LEASES**

**1. OPERATING LEASES**

The total payments for operating leases during fiscal year ended June 30, 2009 amounted to \$28,860. A schedule of payments for operating leases follows:

<u>Nature of lease</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015-2019</u>	<u>FY 2020-2024</u>
Office Space	\$ 28,860	\$ 28,860	\$ 28,860	\$ 28,860	\$ 14,430		
Equipment							
Land							
Other							

- 2. CAPITAL LEASES (NOT APPLICABLE)
- 3. LESSOR DIRECT FINANCING LEASES (NOT APPLICABLE)

**K. LONG-TERM LIABILITIES**

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2009:

	<u>Year ended June 30, 2009</u>				<u>Amounts due within one year</u>
	<u>Balance June 30, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2009</u>	
<b>Notes and bonds payable:</b>					
Notes payable	\$	\$	\$	\$	--
Bonds payable					--
Total notes and bonds	--	--	--	--	--
<b>Other liabilities:</b>					
Contracts payable					--
Compensated absences payable	8,765	8,004	6,065	10,704	
Capital lease obligations					--
Claims and litigation					--
OPEB payable	600	701		1,301	
Other long-term liabilities					--
Total other liabilities	9,365	8,705	6,065	12,005	--
Total long-term liabilities	\$ 9,365	\$ 8,705	\$ 6,065	\$ 12,005	\$ --

**STATE OF LOUISIANA**  
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**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2009**

- L. CONTINGENT LIABILITIES (NOT APPLICABLE)
- M. RELATED PARTY TRANSACTIONS (NOT APPLICABLE)
- N. ACCOUNTING CHANGES (NOT APPLICABLE)
- O. IN-KIND CONTRIBUTIONS (NOT APPLICABLE)
- P. DEFEASED ISSUES (NOT APPLICABLE)
- Q. REVENUES – PLEDGED OR SOLD (GASB 48) (NOT APPLICABLE)
- R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) (NOT APPLICABLE)
- S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS (NOT APPLICABLE)
- T. SHORT-TERM DEBT (NOT APPLICABLE)
- U. DISAGGREGATION OF RECEIVABLE BALANCES (NOT APPLICABLE)
- V. DISAGGREGATION OF PAYABLE BALANCES (NOT APPLICABLE)

Payables at June 30, 2009, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
General	\$ 1,141	\$ 2,224	\$ -	\$ -	\$ 3,365
Total payables	\$ 1,141	\$ 2,224	\$ -	\$ -	\$ 3,365

- W. SUBSEQUENT EVENTS (NOT APPLICABLE)
- X. SEGMENT INFORMATION (NOT APPLICABLE)
- Y. DUE TO/DUE FROM AND TRANSFERS (NOT APPLICABLE)
- Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS (NOT APPLICABLE)
- AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

The Board recognized \$4,500 in obligations associated with post-employment benefits at June 30, 2008 based on the actuarial report prepared for the Louisiana Office of State-wide Reporting. The balance that will be reported in the 6/30/09 CAFR, however, is \$600. As a result, the District has restated its beginning net assets by the difference of \$3,900.

- BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB STATEMENT 46) (NOT APPLICABLE)
- CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES (NOT APPLICABLE)
- DD. EMPLOYEE TERMINATION BENEFITS (NOT APPLICABLE)
- EE. POLLUTION REMEDIATION OBLIGATIONS (BTA) (NOT APPLICABLE)



**STATE OF LOUISIANA**  
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**COMPARISON FIGURES**

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$1 million, explain the reason for the change.

	<u>2009</u>	<u>2008</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>292,169</u>	\$ <u>222,833</u>	\$ <u>69,336</u>	\$ <u>31%</u>
Expenses	<u>220,513</u>	<u>221,823</u>	<u>(1,310)</u>	<u>1%</u>
2) Capital assets	<u>7,455</u>	<u>5,709</u>	<u>1,746</u>	<u>30%</u>
Long-term debt	<u>12,005</u>	<u>13,265</u>	<u>1,620</u>	<u>12%</u>
Net Assets	<u>214,693</u>	<u>139,135</u>	<u>75,558</u>	<u>54%</u>

Explanation for change: Revenues increase due to increased license and late fees.  
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