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ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Financial Report

Year Ended June 30, 2010

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 11/3/10

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The Honorable Wayne Jones
St. John the Baptist Parish Sheriff
LaPlace, Louisiana

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the St. John the Baptist Parish Sheriff, as of and for the year ended June 30, 2010, which collectively comprise the Sheriff's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the St. John the Baptist Parish Sheriff's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the St. John the Baptist Parish Sheriff, as of June 30, 2010, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 13 to the financial statements, the St. John the Baptist Parish Sheriff adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pension* in 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 8, 2010, on our consideration of the St. John the Baptist Parish Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the schedule of funding progress on pages 32 through 36 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The St. John the Baptist Parish Sheriff has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
October 8, 2010

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Statement of Net Assets
June 30, 2010

ASSETS

Current assets:	
Cash and interest-bearing deposits	\$ 5,252,381
Accrued interest receivable	633
Due from other governmental units	1,167,009
Inventory	1,997
Prepaid items	<u>198,236</u>
Total current assets	<u>6,620,256</u>
Noncurrent assets:	
Capital assets, net	<u>7,321,798</u>
Total noncurrent assets	<u>7,321,798</u>
Total assets	<u>13,942,054</u>

LIABILITIES

Current liabilities:	
Accounts payable	236,163
Accrued expenses	494,835
Claims payable	320,179
Due to others	72,956
Compensated absences payable	396,801
Capital lease payable	200,627
Other post employment benefits (OPEB) payable	<u>494,717</u>
Total current liabilities	<u>2,216,278</u>
Noncurrent liabilities:	
Capital lease payable	661,659
Other post employment benefits (OPEB) payable	<u>2,852,620</u>
Total noncurrent liabilities	<u>3,514,279</u>
Total liabilities	<u>5,730,557</u>

NET ASSETS

Invested in capital assets, net of related debt	6,459,512
Unrestricted	<u>1,751,985</u>
Total net assets	<u>\$ 8,211,497</u>

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

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Statement of Activities
For the Year Ended June 30, 2010

Expenses:

Public safety:

Personal services and related benefits	\$ 15,585,736
Operating services	3,506,644
Operations and maintenance	4,421,023
Travel	4,474
Interest expense	62,308
Total expenses	<u>23,580,185</u>

Program revenues:

Fines, forfeitures, and other fees	3,219,082
Insurance recovery - damage to jail roof	340,357
Operating grants and contributions	444,819
Total program revenues	<u>4,004,258</u>

Net program expense (19,575,927)

General revenues:

Property taxes, levied for general purposes	11,587,090
Sales taxes	2,695,158
State sources	2,099,145
Interest and investment earnings	26,577
Miscellaneous	385,153
Total general revenues	<u>16,793,123</u>
Change in net assets	(2,782,804)
Beginning net assets	<u>10,994,301</u>
Ending net assets	<u>\$ 8,211,497</u>

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

FUND FINANCIAL STATEMENTS (FFS)

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

MAJOR FUND

General Fund

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

NONMAJOR FUND

Debt Service Fund

The Debt Service Fund is used to account for the payment of principal, interest and related costs of the Certificate of Indebtedness, Series 2002. The bonds were paid in full during year ended June 30, 2010, and the fund was closed.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Balance Sheet
Governmental Funds
June 30, 2010

	<u>General</u>	<u>Debt Service Fund</u>	<u>Total</u>
ASSETS			
Cash and interest-bearing deposits	\$ 5,124,238	\$ -	\$ 5,124,238
Prepaid items	198,236	-	198,236
Accrued interest receivable	633	-	633
Due from other governmental units and others	1,295,152	-	1,295,152
Inventory	1,997	-	1,997
Total assets	<u>\$ 6,620,256</u>	<u>\$ -</u>	<u>\$ 6,620,256</u>
LIABILITIES AND FUND EQUITY			
Liabilities:			
Accounts payable	\$ 236,163	\$ -	\$ 236,163
Accrued expenses	494,835	-	494,835
Claims payable	320,179	-	320,179
Due to others	72,956	-	72,956
Total liabilities	<u>1,124,133</u>	<u>-</u>	<u>1,124,133</u>
Fund balances -			
Reserved for prepaid items	198,236	-	198,236
Reserved for inventory	1,997	-	1,997
Unreserved, undesignated	5,295,890	-	5,295,890
Total fund balance	<u>5,496,123</u>	<u>-</u>	<u>5,496,123</u>
Total liabilities and fund balance	<u>\$ 6,620,256</u>	<u>\$ -</u>	<u>\$ 6,620,256</u>

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

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2010

Total fund balances for governmental funds at June 30, 2010			\$ 5,496,123
Total net assets reported for governmental activities in the statement of net assets is different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:			
Land		\$ 158,500	
Buildings and improvements, net of \$1,355,194 accumulated depreciation		2,645,003	
Radios, equipment and vehicles, net of \$5,589,710 accumulated depreciation		4,004,565	
Construction in progress		<u>513,730</u>	7,321,798
General long-term debt of governmental activities is not payable from current resources and, therefore, not reported in the funds. This debt is:			
Compensated absence payable		\$ 396,801	
Capital lease payable		862,286	
Other post employment benefits payable		<u>3,347,337</u>	<u>(4,606,424)</u>
Total net assets of governmental activities at June 30, 2010			<u>\$ 8,211,497</u>

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

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balances-
Governmental Funds
For the Year Ended June 30, 2010

	General	Debt Service Fund	Total
Revenues:			
Taxes	\$ 14,282,248	\$ -	\$ 14,282,248
Intergovernmental	2,543,964	-	2,543,964
Fees, charges, and commissions for services	3,219,082	-	3,219,082
Interest income	26,554	23	26,577
Miscellaneous	395,259	-	395,259
Total revenues	20,467,107	23	20,467,130
Expenditures:			
Current -			
Public safety:			
Personal services and related benefits	12,217,969	-	12,217,969
Operating services	3,506,644	-	3,506,644
Operations and maintenance	3,317,097	-	3,317,097
Travel	4,474	-	4,474
Capital outlay	1,438,005	-	1,438,005
Debt service -			
Principal	191,419	395,000	586,419
Interest and fiscal charges	50,683	11,630	62,313
Total expenditures	20,726,291	406,630	21,132,921
Excess (deficiency) of revenues over expenditures	(259,184)	(406,607)	(665,791)
Other financing sources (uses):			
Insurance recovery-damage to jail roof	340,357	-	340,357
Operating transfers in	-	229,208	229,208
Operating transfers out	(229,208)	-	(229,208)
Total other financing sources (uses)	111,149	229,208	340,357
Deficiency of revenues and other sources over expenditures and other uses	(148,035)	(177,399)	(325,434)
Fund balances, beginning	5,644,158	177,399	5,821,557
Fund balances, ending	\$ 5,496,123	\$ -	\$ 5,496,123

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

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, 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, 2010

Total net change in fund balances at June 30, 2010 per
Statement of Revenues, Expenditures and Changes in Fund Balances \$ (325,434)

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 Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 1,438,005	
Depreciation expense for the year ended June 30, 2010	<u>(1,103,925)</u>	334,080

Because governmental funds do not record fixed assets and accumulated
depreciation, any assets disposed of affect the statement of revenues,
expenditures, and changes in fund balance only with respect to the selling
price. However, in the statement of activities, a gain or loss is shown
on assets that are not fully depreciated, net of selling price. (10,102)

Net OPEB obligation at June 30, 2010 (3,347,337)

Governmental funds record long-term debt principal payments in the
Statement of Revenues, Expenditures and Changes in Fund Balances as
opposed to recording the principal payments in the Statement of Net Assets.

Principal debt payments for the year ended June 30, 2010 395,000

Governmental funds record the net change in compensated
absence payable in the General Long Term Debt Account Group as
opposed to recording this activity in the fund financial statements.
However, in the statement of activities, the net change is reflected in
the ending balance of the compensated absence payable account. (20,430)

Capital lease payments for the year ended June 30, 2010 191,419

Total change in net assets at June 30, 2010 per Statement of Activities \$ (2,782,804)

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

FUND DESCRIPTIONS - FIDUCIARY FUNDS

AGENCY FUNDS

All of these funds are reflected in the totals of the agency funds presented in the statement of fiduciary net assets.

Civil Fund

The Civil Fund was established to account for funds held in connection with civil suits, Sheriff's sales, and garnishments and payment of these collections to the Sheriff's General Fund and other recipients in accordance with applicable laws.

Tax Collector Fund

The Tax Collector Fund was established per Article V, Section 27 of the Louisiana Constitution of 1974, which provides that the sheriff will serve as the collector of state and parish taxes and fees. The Fund is used to collect and distribute these taxes and fees to the appropriate taxing bodies.

Prison Inmate Fund

The Prison Inmate Fund is used to account for the deposits made by, and for, inmates to their individual accounts and the appropriate disbursements to these inmates.

Bond Fund

The Bond Fund is used to account for the collection of bonds, fines, and costs and payment of these collections to the Sheriff's General Fund and other recipients in accordance with applicable laws.

Community Relations Fund

The Community Relations Fund is used to account for private donations used for scholarships and other activities of the high school students in the community that participate in the Parish Area Students Systematically Eliminating Drugs Program.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Statement of Fiduciary Assets and Liabilities - Agency Funds
June 30, 2010

Assets	
Cash and cash equivalents	<u>\$3,285,326</u>
Liabilities	
Held for inmates	95,043
Held for taxing bodies	<u>3,190,283</u>
Total liabilities	<u>\$3,285,326</u>

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

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

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, serving subpoenas, et cetera.

As the chief law enforcement officer of the parish, the Sheriff is responsible for enforcing state and local laws, ordinances, et cetera, within the territorial boundaries of the parish. The Sheriff provides protection to the residents of the parish through on-site patrols, investigations, et cetera, and serves the residents of the parish through the establishment of neighborhood watch programs, anti-drug abuse programs, et cetera. In addition, the Sheriff, when requested, 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, and fines, costs, and bond forfeitures imposed by the district court.

The accompanying financial statements of the St. John the Baptist Parish Sheriff (Sheriff) have been prepared in conformity with generally accepted accounting principles (GAAP) generally accepted in the United States of America as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

The accounting and reporting policies of the Sheriff conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. Financial 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 operations of his office, which include the hiring and retention of employees, authority over budgeting, responsibility for deficits, and the receipt and disbursement of funds. Other than certain operating expenditures of the Sheriff's office that are paid or provided by the parish council 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 council, parish school board, and other independently

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

elected parish officials 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 parish Sheriff.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity, except the fiduciary funds. The Sheriff has no business-type activities.

The statement of activities presents a comparison between program revenues of the Sheriff and the cost of the function. Program revenues are derived directly from Sheriff users as a fee for services. Revenues that are not classified as program revenues, including taxes, are presented as general revenues. Indirect expenses are allocated proportionately among the various functions. Internal activity is eliminated.

Fund Financial Statements

The accounts of the Sheriff are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The various funds of the Sheriff (with the exception of fiduciary funds) are all classified as governmental. The emphasis on fund financial statements is on major governmental funds. A fund is considered major if it is the primary operating fund of the Sheriff or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. 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.

One fund of the Sheriff is considered to be a major fund and is described below:

General Fund

The General Fund, as provided by Louisiana Revised Statute 33:1422, is the principal fund of the Sheriff's office and accounts for the operations of the Sheriff's office. The Sheriff's primary source of revenue is an ad valorem tax levied by the law enforcement district. Other sources of revenue include one fourth (1/4) cent sales tax, state revenue sharing, state supplemental pay for deputies, civil and criminal fees, and fees for court attendance and maintenance of prisoners. General operating expenditures are paid from this fund.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

The following funds are nonmajor funds:

Debt Service Fund

This fund is used to account for the payment of principal, interest and related costs of the Certificate of Indebtedness, Series 2002. The bonds were paid in full during year ended June 30, 2010, and the fund was closed.

Agency Funds

The agency funds are used as depositories for civil suits, cash bonds, taxes, fees, et cetera. Disbursements from these funds are made to various parish agencies, litigants in suits, et cetera, in the manner prescribed by law. The agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The individual agency funds used by the Sheriff for the year ended June 30, 2010 are as follows:

Civil Fund – To account for funds held in connection with civil suits, Sheriff's sales and garnishments and payment of these collections to the Sheriff's General Fund and other recipients in accordance with applicable laws.

Tax Collector Fund - Article V, Section 27 of the Louisiana Constitution of 1974, provides that the Sheriff will serve as the collector of state and parish taxes and fees. The Tax Collector Fund is used to collect and distribute these taxes and fees to the appropriate taxing bodies.

Prison Inmate Fund – To account for the deposits made by, and for, inmates to their individual accounts and the appropriate disbursements to these inmates.

Bond Fund – To account for the collection of bonds, fines, and costs and payment of these collections to the sheriff's General Fund and other recipients in accordance with applicable laws.

Community Relations Fund – To account for private donations used for scholarships and other activities of the high school students in the community that participate in the Parish Area Students Systematically Eliminating Drugs Program.

ST. JOHN THE BAPTIST PARISH SHERIFF
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Notes to Basic Financial Statements (continued)

C. Measurement Focus/Basis of Accounting

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

Measurement Focus

In the government-wide statement of net assets and the statement of activities, governmental activities are presented using the economic resources measurement. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported.

In the fund financial statements, the current financial resources measurement focus is used. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide statement of net assets and statement of activities, governmental activities 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. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions.”

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within 60 days of the end of the fiscal year. For revenue recognition as it relates to federal awards, available means collectible within 18 months of the end of the fiscal year. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. When both restricted and unrestricted resources are available for use, it is the Sheriff’s policy to use restricted resources first, then unrestricted resources as they are needed.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

D. Assets, Liabilities and Equity

Cash, interest-bearing deposits, and investments

For purposes of the Statement of Net Assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the Sheriff.

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received.

Capital Assets

The accounting treatment for building, improvements and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets, which are recorded at their estimated fair value at the date of donation. Interest costs are not capitalized as they relate to fixed assets. The Sheriff's threshold for capitalization is \$1,000.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	20-40 years
Equipment and vehicles	3-10 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

Long-term debt

All long-term debt to be repaid from governmental funds is reported as liabilities in the government-wide statements. The long-term debt consists of both bonds payable and capital lease payable.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt is reported as other financing sources and payment of principal and interest reported as expenditures.

Compensated Absences

Employees of the Sheriff's office who are employed from zero to 6 years are eligible to receive 6 to 12 days of vacation leave each year. In addition to receiving the 6 to 12 days of vacation leave for each year, employees can earn an additional 8 bonus hours of vacation leave for each year of employment in excess of 6 years. Also, employees can earn from 6 to 9 days of sick leave each year. Vacation and sick leave in excess of 21 and 20 days, respectively, is forfeited on June 30 of each year. Vacation leave (up to 21 days of carryover plus amounts earned in current year plus any additional bonus hours) earned by employees is paid upon retirement or termination. Sick leave earned by employees accumulates as noted above, but does not vest, and is forfeited upon retirement or termination.

At June 30, 2010, the Sheriff has accumulated and vested \$396,801 in vacation leave privileges required to be accrued in accordance with GASB Codification Section C60. In the government-wide statements, amounts of accumulated or vested vacation that are not expected to be liquidated with expendable available financial resources are recorded as long-term debt.

Equity Classifications

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

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets 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. The Sheriff has restricted net assets for the payment of the bonds payable reflected in the debt service fund.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

- c. Unrestricted net assets – All other net assets 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. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Fund balance is reserved for prepared items and for inventory.

E. Budget and Budgetary Accounting

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

1. The chief administrative deputy prepares a proposed budget and submits it to the Sheriff for the fiscal year no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public is 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 a 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 included in the accompanying financial statements are as originally adopted or as finally amended by the Sheriff. Such amendments were not material in relation to the original appropriations.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2010 are recorded as prepaid items. Prepaid items that existed at June 30, 2010 were prepaid insurance.

G. Inventory

The inventory is stated at cost, which is determined by the first-in, first-out method.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

(2) Cash and Interest-Bearing Deposits

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, 2010, the Sheriff has cash and interest-bearing deposits (book balances) totaling \$8,537,707 of which \$3,285,326 is attributable to fiduciary funds, which is not presented in the statement of net assets.

These deposits are stated at cost, which approximates market. Custodial credit risk is the risk that in the event of a bank failure, the Sheriff's deposits may not be returned to it. The Sheriff does not have a policy for custodial credit risk, however, 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 bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2010, are secured as follows:

Bank Balances	<u>\$ 9,038,531</u>
Insured	\$ 615,535
Uninsured and collateral held by pledging bank not in Sheriff's name	<u>8,422,996</u>
Total	<u>\$ 9,038,531</u>

(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 property 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 St. John the Baptist 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 levied and billed. For the year ended June 30, 2010, law enforcement taxes applicable to the Sheriff's General Fund, were levied at the rate of 32.99 mills on property with assessed valuations totaling \$351,353,218.

Total law enforcement taxes levied during 2010 were \$11,591,137. Taxes receivable in the General Fund at June 30, 2010, were \$0.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

(4) Due From Other Governmental Units and Others

Amounts due from other governmental units and others at June 30, 2010, consist of the following:

Maintenance of prisoners	\$ 202,743
Federal and state grants	168,566
Reimbursement for salaries	137,551
Commissions on video poker	68,609
Commissary, etc.	89,127
Sales tax revenue	395,045
Supplemental pay	<u>105,368</u>
 Total	 <u>\$ 1,167,009</u>

(5) Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	Balance 7/1/2009	Additions	Deletions	Balance 6/30/2010
Governmental activities:				
Assets not being depreciated:				
Land	\$ 158,500	\$ -	\$ -	\$ 158,500
Construction in progress	98,829	414,901	-	513,730
Assets being depreciated:				
Building	3,958,498	41,699	-	4,000,197
Radios (capital lease)	1,886,823	-	-	1,886,823
Equipment and vehicles	<u>7,026,728</u>	<u>981,408</u>	<u>(300,684)</u>	<u>7,707,452</u>
Totals	<u>13,129,378</u>	<u>1,438,008</u>	<u>(300,684)</u>	<u>14,266,702</u>
 Less accumulated depreciation				
Building	(1,227,525)	(127,669)	-	(1,355,194)
Radios (capital lease)	(770,452)	(188,682)	-	(959,134)
Equipment and vehicles	<u>(4,133,581)</u>	<u>(787,574)</u>	<u>290,579</u>	<u>(4,630,576)</u>
Total accumulated depreciation	<u>(6,131,558)</u>	<u>(1,103,925)</u>	<u>290,579</u>	<u>(6,944,904)</u>
 Governmental activities, capital assets, net	 <u>\$ 6,997,820</u>	 <u>\$ 334,083</u>	 <u>\$ (10,105)</u>	 <u>\$ 7,321,798</u>

Depreciation expense of \$1,103,925 was charged to the public safety function.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

(6) Pension Plans

Plan Description: The St. John the Baptist Parish Sheriff contributes to the Sheriffs' Pension and Relief Fund, a cost-sharing multiple employer defined benefit pension plan administered by the Sheriff's Pension and Relief Fund, a public corporation created in accordance with the provisions of Louisiana Revised Statute 11:2171 to provide retirement, disability and survivor benefits to sheriff and deputy sheriff members throughout the State of Louisiana. The Sheriffs' Pension and Relief Fund issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Sheriffs' Pension and Relief Fund, P.O. Box 3163, Monroe, Louisiana 71210-3136.

Funding Policy: Plan members are required to contribute 10.0% of their annual covered salary and the St. John the Baptist Parish Sheriff is required to contribute at an actuarially determined rate. The rate was 11.0% of annual covered payroll. The contribution requirements of plan members and the St. John the Baptist Parish Sheriff are established and may be amended by the Sheriffs' Pension and Relief Fund. Beginning in July 2008, the Sheriff elected, as an additional benefit to employees, to begin paying one-half of the plan members' required contribution which equates to five percent. The St. John the Baptist Parish Sheriff's contributions to the Retirement System for the years ended June 30, 2010, 2009 and 2008 were \$1,747,982, \$1,555,839, and \$914,107, respectively.

(7) Changes in Agency Fund Balances

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

	Civil Fund	Tax Collector Fund	Prison Inmate Fund	Bond Fund	Community Relations Fund
Balances, June 30, 2009	\$ 341,393	\$ 518,101	\$ 87,567	\$1,901,770	\$ 13,041
Additions	1,635,119	47,410,120	395,960	4,080,148	889
Reductions	<u>(1,559,793)</u>	<u>(47,511,178)</u>	<u>(388,484)</u>	<u>(3,638,967)</u>	<u>(360)</u>
Balances, June 30, 2010	<u>\$ 416,719</u>	<u>\$ 417,043</u>	<u>\$ 95,043</u>	<u>\$2,342,951</u>	<u>\$ 13,570</u>

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

(8) Long-Term Debt

The following is a summary of long-term debt transactions of the Sheriff for the year ended June 30, 2010:

	Capital Lease	Bonds Payable	Compensated Absences
Long-term debt, June 30, 2009	\$ 1,053,706	\$ 395,000	\$ 376,371
Debt assumed	-	-	277,083
Debt retired	(191,420)	(395,000)	(256,653)
Long-term debt, June 30, 2010	<u>\$ 862,286</u>	<u>\$ -</u>	<u>\$ 396,801</u>

Long term debt at June 30, 2010 is comprised of the following:

\$1,245,000 2002 Certificate of Indebtedness due in annual installments of \$25,000 to \$175,000; interest rates of 2.25 percent to 4.2 percent; full maturity at September, 2012; secured by ad valorem tax revenue.

\$ -

\$1,886,822 capital lease due in annual installments of \$242,103; interest rate of 4.81%; full maturity at June, 2014; proceeds used to purchase radio equipment

Total

\$ 862,286

The annual requirements to amortize all debt outstanding at June 30, 2010 are as follows:

Year Ending 30-Jun	Principal	Interest	Total
2011	\$ 200,627	\$ 41,476	\$ 242,103
2012	210,277	31,826	242,103
2013	220,391	21,712	242,103
2014	230,991	11,111	242,102
Total	<u>\$ 862,286</u>	<u>\$ 106,125</u>	<u>\$ 968,411</u>

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

The debt service fund has historically paid the debt payments, whereas the general fund has historically funded the compensated absences. Total interest incurred for the year ended June 30, 2010 was \$62,308, all of which was expensed.

(9) Litigation and Claims

At June 30, 2010, the Sheriff is involved in several lawsuits claiming damages. Management is of the opinion that insurance coverage should be adequate to cover any monetary damages on most lawsuits. Therefore, no liability has been accrued at June 30, 2010.

(10) Lease Obligations

The Sheriff is currently entered into two operating lease agreements for the lease of office space. The first agreement was entered into in September of 2008 for a four year term with monthly payments of \$875 and \$400 (lease has two components). The second agreement was renewed in May of 2010 for a two year term with monthly payments of \$3,450. The minimum lease payments are as follows:

<u>Year Ending</u> <u>June 30</u>	
2011	\$ 56,700
2012	49,800
2013	<u>2,550</u>
Total	<u>\$ 109,050</u>

Rental expense for the year ended June 30, 2010 was \$41,700.

(11) Risk Management

The Sheriff is exposed to risks of loss in the areas of health care, property hazards and workers' compensation. These risks are handled by purchasing commercial insurance. There have been no significant reductions in insurance coverage during the current fiscal year, nor have settlements exceeded coverage for the past three years.

Effective November 1, 1997, the Sheriff established a self-insurance plan, which is administered by Gallagher Basset Services, to account for and finance its risk of loss for auto and professional liability. The administrator calculates the estimated amount of the liability on each claim based on facts and circumstances of said claim. Under this plan, the Sheriff has a claims made policy with St. Paul Insurance Company. The Sheriff is liable for claims up to \$50,000 per covered employee or dependent. The aggregate annual maximum that the Sheriff is liable for is \$325,000. The amount of liability recorded at June 30, 2010 (for all open years) is \$320,179, which is presented as claims payable on the balance sheet. These claims have not been discounted.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

A reconciliation of changes in liabilities is as follows:

	Balance at Beginning of Fiscal Year	Claims and Changes in Estimates	Benefit Payments and Claims	Balance at Fiscal Year-End
2008-2009	\$ 427,488	\$ 197,797	\$ (240,432)	\$ 384,853
2009-2010	384,853	187,218	(251,892)	320,179

(12) Interfund Transfers

Interfund transfers consisted of the following at June 30, 2010:

	<u>Interfund Transfers In</u>	<u>Interfund Transfers Out</u>
Major Funds:		
Governmental Funds:		
General Fund	\$ -	\$ 229,208
Other Governmental Funds:		
Debt Service	<u>229,208</u>	<u>-</u>
Total	<u>\$ 229,208</u>	<u>\$ 229,208</u>

The interfund transfer between the general fund and the debt service fund is related to the payment of both principal and interest on the Certificate of Indebtedness, Series 2002.

(13) Postretirement Health Care and Life Insurance Benefits

From an accrual accounting perspective, the cost of postemployment healthcare benefits should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2010, the Sheriff recognizes the cost of postemployment healthcare in the year when employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Sheriff's future cash flows. Because the Sheriff is adopting the requirements of GASB Statement No. 45 prospectively, recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2010 liability.

Plan Description: The Sheriff's office offers health care coverage to its eligible employees through a policy maintained with Coventry Health Care. Retired employees enjoy the same coverage as active employees. The plan is a single-employer defined benefit health care plan administered by the Sheriff. The Sheriff has the authority to establish and amend the benefit provisions of the plan. The plan does not issue a publicly available financial report.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

Funding Policy: The Sheriff covers 100% of employee's premium and approximately 75% of premium for employee's family (spouse and/or children). Premiums for retired employees and their families are covered at the same percentages as active employees. The monthly premiums of these benefits for retirees and similar benefits for active employees paid by the employee was approximately 10%. The portion paid by the Sheriff was approximately 90%. The Sheriff recognizes the cost of providing these benefits (the Sheriff's portion of premiums) as an expenditure when the monthly premiums are due. The benefits are financed on a pay-as-you-go basis.

Annual OPEB Cost: The Sheriff's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The Sheriff utilizes the level-dollar amortization method to amortize the unfunded actuarial accrued liability.

The following table shows the components of the Sheriff's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Sheriff's net OPEB obligation:

Annual required contribution	\$3,842,054
Interest on net OPEB obligation	-
Adjustment to annual required contribution	<u>-</u>
Annual OPEB cost (expense)	3,842,054
Contributions made	<u>(494,717)</u>
Increase in net OPEB obligation	3,347,337
Net OPEB obligation - beginning of year	<u>-</u>
Net OPEB obligation - end of year	<u>\$3,347,337</u>

The Sheriff's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2010	\$ 3,842,054	12.90%	\$ 3,347,337

Fiscal year 2010 was the year of implementation of GASB Statement No. 45 and the Sheriff has elected to implement prospectively. Therefore, prior year comparative data is not available. In future years, three-year trend information will be presented.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

Funded Status and Funding Progress: The funded status of the plan as of June 30, 2010, was as follows:

Actuarial accrued liability (AAL)	\$ 32,971,929
Actuarial valuation of plan assets	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 32,971,929</u>
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	10,256,356
UAAL as a percentage of covered payroll	321%

Actuarial valuations for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continuous revision as actual results are compared to past expectations and new estimates about the future are formulated. Although the valuation results are based on values which the Sheriff's actuarial consultant believes are reasonable assumptions, the valuation results reflect a long-term perspective and, as such, are merely an estimate of what future costs may actually be. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

The schedule of funding progress presented as required supplementary information following the notes to the financial statements, will present 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. Because 2010 was the year of implementation of GASB Statement No. 45 and the Sheriff elected to apply the statement prospectively, only one year is presented in the schedule at this time. In future years, required trend data will be presented.

Actuarial Methods and Assumptions: 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.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Notes to Basic Financial Statements (continued)

In the July 1, 2008 actuarial valuation the unit credit actuarial cost method was used. The significant actuarial assumptions used in the valuation of the plan are as follows:

1. Investment return of 4.0% per annum, compounded annually.
2. The inflation rate is 2.5%.
3. The initial trend rate used in the calculations was 6.5%. The ultimate trend rate is 4.0%. The time period between the initial rate and the ultimate rate is ninety one years.

(14) Subsequent Events

Subsequent events have been evaluated through October 8, 2010, the date of the financial statement issuance.

(15) New Reporting Standard

In February 2009, the Governmental Accounting Standards Board (GASB) issued Statement No. 54, *Fund Balance Reporting and the Governmental Fund Type Definitions* (Statement). This statement classifies fund balance into various categories. In addition, the statement clarifies the definitions of the various types of governmental funds. The sheriff is required to implement this standard no later than the fiscal year beginning July 1, 2010. The sheriff has not determined the full impact that adoption of GASB 54 will have on the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana
General Fund

Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 13,000,000	\$ 14,375,000	\$ 14,282,248	\$ (92,752)
Intergovernmental	2,444,075	2,477,000	2,543,964	66,964
Fees, charges, and commissions for services	2,749,000	3,062,000	3,219,082	157,082
Interest Income	100,000	35,000	26,554	(8,446)
Miscellaneous	362,834	493,053	395,259	(97,794)
Total revenues	<u>18,655,909</u>	<u>20,442,053</u>	<u>20,467,107</u>	<u>25,054</u>
Expenditures:				
Current:				
Public safety:				
Personal services and related benefits	11,739,768	12,033,411	12,217,969	(184,558)
Operating services	3,150,000	3,590,000	3,506,644	83,356
Operations and maintenance	2,924,500	3,333,689	3,317,097	16,592
Travel	5,000	2,500	4,474	(1,974)
Debt service				
Principal	33,000	115,000	191,419	(76,419)
Interest and fiscal charges	8,000	30,000	50,683	(20,683)
Capital outlay	<u>1,147,000</u>	<u>1,750,000</u>	<u>1,438,005</u>	<u>311,995</u>
Total expenditures	<u>19,007,268</u>	<u>20,854,600</u>	<u>20,726,291</u>	<u>128,309</u>
Excess (deficiency) of revenues over expenditures	<u>(351,359)</u>	<u>(412,547)</u>	<u>(259,184)</u>	<u>153,363</u>
Other financing sources (uses):				
Insurance recovery-damage to jail roof	-	340,000	340,357	357
Operating transfers out	<u>(181,630)</u>	<u>(229,208)</u>	<u>(229,208)</u>	<u>-</u>
Total other financing uses	<u>(181,630)</u>	<u>110,792</u>	<u>111,149</u>	<u>357</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>(532,989)</u>	<u>(301,755)</u>	<u>(148,035)</u>	<u>153,720</u>
Fund balance, beginning	<u>3,529,406</u>	<u>5,644,158</u>	<u>5,644,158</u>	<u>-</u>
Fund balance, ending	<u>\$ 2,996,417</u>	<u>\$ 5,342,403</u>	<u>\$ 5,496,123</u>	<u>\$ 153,720</u>

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana
General Fund

Budgetary Comparison Schedule - Revenues
For the Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes:				
Ad valorem	\$ 10,200,000	\$11,600,000	\$11,587,090	\$ (12,910)
Sales tax	<u>2,800,000</u>	<u>2,775,000</u>	<u>2,695,158</u>	<u>(79,842)</u>
Total taxes	<u>13,000,000</u>	<u>14,375,000</u>	<u>14,282,248</u>	<u>(92,752)</u>
Intergovernmental:				
Grants	209,000	410,000	444,819	34,819
State revenue sharing	438,075	412,000	411,120	(880)
State supplemental pay	1,045,000	960,000	980,963	20,963
Maintenance crews	150,000	150,000	150,000	-
Video poker	<u>602,000</u>	<u>545,000</u>	<u>557,062</u>	<u>12,062</u>
Total intergovernmental	<u>2,444,075</u>	<u>2,477,000</u>	<u>2,543,964</u>	<u>66,964</u>
Fees, charges, and commissions for services:				
Civil and criminal fees	781,000	1,015,000	1,107,133	92,133
Court attendance	12,000	12,000	17,239	5,239
Prisoner transportation	11,000	22,000	27,348	5,348
Feeding and keeping prisoners	1,360,000	1,328,000	1,312,948	(15,052)
Inmate work program	160,000	135,000	143,394	8,394
Employment program	<u>425,000</u>	<u>550,000</u>	<u>611,020</u>	<u>61,020</u>
Total fees, charges, and commissions for services	<u>2,749,000</u>	<u>3,062,000</u>	<u>3,219,082</u>	<u>157,082</u>
Interest income	100,000	35,000	26,554	(8,446)
Miscellaneous	<u>362,834</u>	<u>493,053</u>	<u>395,259</u>	<u>(97,794)</u>
Total revenues	<u>\$ 18,655,909</u>	<u>\$20,442,053</u>	<u>\$20,467,107</u>	<u>\$ 25,054</u>

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana
General Fund

Budgetary Comparison Schedule - Expenditures
For the Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Current:				
Public Safety				
Personal services and related benefits:				
Sheriff salary	\$ 123,363	\$ 123,363	\$ 127,486	\$ (4,123)
Deputies' salaries	9,700,000	10,070,000	10,128,870	(58,870)
Other salaries	60,000	60,000	32,124	27,876
Pension and payroll taxes	1,844,069	1,767,712	1,916,740	(149,028)
Sheriff's expense allowance	<u>12,336</u>	<u>12,336</u>	<u>12,749</u>	<u>(413)</u>
Total personnel service and related benefits	<u>11,739,768</u>	<u>12,033,411</u>	<u>12,217,969</u>	<u>(184,558)</u>
Operating services:				
Hospitalization insurance	2,450,000	2,700,000	2,710,286	(10,286)
Auto insurance	550,000	700,000	610,591	89,409
Other liability insurance	<u>150,000</u>	<u>190,000</u>	<u>185,767</u>	<u>4,233</u>
Total operating services	<u>3,150,000</u>	<u>3,590,000</u>	<u>3,506,644</u>	<u>83,356</u>
Operations and maintenance				
Auto fuel and oil	635,000	675,000	680,978	(5,978)
Auto maintenance	310,000	400,000	408,059	(8,059)
Deputy uniforms, supplies, etc.	365,000	380,000	384,682	(4,682)
Office supplies and expenses	195,000	230,000	237,056	(7,056)
Computer maintenance and supplies	100,000	140,000	151,240	(11,240)
Telephone and utilities	256,000	260,000	251,115	8,885
Prisoner feeding and maintenance	643,000	679,000	679,866	(866)
Other professional fees	130,000	100,000	70,184	29,816
Criminal investigation expense	55,000	77,500	88,589	(11,089)
Leases	55,000	40,000	41,700	(1,700)
Other	<u>180,500</u>	<u>352,189</u>	<u>323,628</u>	<u>28,561</u>
Total operations and maintenance	<u>2,924,500</u>	<u>3,333,689</u>	<u>3,317,097</u>	<u>16,592</u>

(continued)

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
For the Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Travel	5,000	2,500	4,474	(1,974)
Debt service:				
Principal	33,000	115,000	191,419	(76,419)
Interest and fiscal charges	8,000	30,000	50,683	(20,683)
Total debt service	<u>41,000</u>	<u>145,000</u>	<u>242,102</u>	<u>(97,102)</u>
Capital outlay:				
Autos	400,000	630,000	640,255	(10,255)
Deputy and other equipment	692,000	1,060,000	712,288	347,712
Office equipment	5,000	5,000	2,650	2,350
Jail roof repair	-	-	42,482	(42,482)
Computer	50,000	55,000	40,330	14,670
Total capital outlay	<u>1,147,000</u>	<u>1,750,000</u>	<u>1,438,005</u>	<u>311,995</u>
 Total expenditures	 <u>\$ 19,007,268</u>	 <u>\$ 20,854,600</u>	 <u>\$ 20,726,291</u>	 <u>\$ 128,309</u>

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Schedule of Funding Progress
For the Year Ended June 30, 2010

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities (AAL)	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2006	N/A	N/A	N/A	N/A	N/A	N/A
July 1, 2007	N/A	N/A	N/A	N/A	N/A	N/A
July 1, 2008	-	32,971,929	32,971,929	0.0%	10,256,356	321%

**INTERNAL CONTROL
COMPLIANCE
AND
OTHER MATTERS**

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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

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The Honorable Wayne Jones
St. John the Baptist Parish Sheriff
LaPlace, Louisiana

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the St. John the Baptist Parish Sheriff, as of and for the year ended June 30, 2010, which collectively comprise the Sheriff's basic financial statements and have issued our report thereon dated October 8, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered St. John the Baptist Parish Sheriff's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Sheriff's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Sheriff's internal control over financial reporting.

Our 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 internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses and therefore there can be no assurance that all such deficiencies have been identified. However, as discussed below, we identified a deficiency in internal control that we consider to be a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Sheriff's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of prior and current audit findings and management's corrective action plan as item 10-1 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. John the Baptist Parish Sheriff's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

The St. John the Baptist Parish Sheriff's response to the findings identified in our audit is described in the accompanying schedule of prior and current year audit findings and management's corrective action plan. We did not audit the Sheriff's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management and others within the organization and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
October 8, 2010

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Schedule of Prior and Current Findings
and Management's Corrective Action Plan
For the Year Ended June 30, 2010

Prior Year Findings

Internal Control over Financial Reporting:

09-1 Inadequate Segregation of Accounting Functions

Finding:

Due to the small number of employees, the Sheriff did not have adequate segregation of functions within the accounting system.

Status:

Unresolved. See item 10-1.

09-2 Noncompliance with Federal Regulations Regarding Verification of Suspension and Debarment

Finding:

Verification procedures for suspension and debarment of contractors/vendors were not performed. One (1) expenditure representing one (1) vendor was not selected for testing from one (1) federal program. The contractor/vendor was subsequently determined to not be suspended or debarred as per the Excluded Parties List System (EPLS).

Status:

Resolved.

Management Letter Items:

There are no management letter items at June 30, 2009.

ST. JOHN THE BAPTIST PARISH SHERIFF
LaPlace, Louisiana

Schedule of Prior and Current Findings
and Management's Corrective Action Plan (Continued)
For the Year Ended June 30, 2010

Current Year Findings

Internal Control over Financial Reporting:

10-1 Inadequate Segregation of Accounting Functions

Finding:

Due to the small number of employees, the Sheriff did not have adequate segregation of functions within the accounting system.

Management's Corrective Action Plan:

Sheriff Wayne Jones has determined that it is not cost effective to achieve complete segregation of duties within the accounting department. No plan is considered necessary.

Management Letter Items:

There are no management letter items at June 30, 2010.