

Financial Report

Terrebonne Parish Sheriff

Houma, Louisiana

June 30, 2022



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FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT

To the Honorable Timothy Soignet,
Terrebonne Parish Sheriff,
Houma, Louisiana.

Opinion

We have audited the accompanying financial statements of the governmental activities and General Fund of Terrebonne Parish Sheriff (the “Sheriff”), State of Louisiana, as of and for the year ended June 30, 2022, and the Fiduciary Fund and the related notes to the financial statements, which collectively comprise the Sheriff’s basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the General Fund and the Fiduciary Fund of the Sheriff as of June 30, 2022 and the respective changes in net position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Sheriff and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events considered in the aggregate, that raise substantial doubt about the Sheriff’s ability to continue as a going concern for the twelve months beyond the financial statement date, including any currently know information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sheriff's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Sheriff's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 4 through 12, the Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget to Actual - General Fund and Notes to Budgetary Comparison Schedule on pages 53 through 54, the Schedule of Changes in the Sheriff's Total OPEB Liability and Related Ratios on page 55, the Schedule of the Sheriff's Proportionate Share of the Net Pension Liability (Assets) on page 56 and the Schedule of Sheriff Contributions on page 57 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate, operational, economic, or historical context. We have applied certain limited procedures to

the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sheriff's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying Schedule of Expenditure of Federal Awards, on page 72 is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statements. The supplementary information section, Schedules 1 through 4 on pages 58 through 62 and Schedule 6 on pages 64 through 66, and the Schedule of Expenditures for Federal Awards are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, Schedules 1 through 4 and 6 and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The supplementary information in Schedule 5 on page 63, Affidavit of Cash on Hand and of Taxes Collected and Assessed and Uncollected, has not been subjected to auditing procedures applied in the audit of the basic financial statements and accordingly, we express no opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2022 on our consideration of Terrebonne Parish Sheriff's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Sheriff's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sheriff's internal control over financial reporting and compliance.



Certified Public Accountants.

Houma, Louisiana,
December 20, 2022.

MANAGEMENT’S DISCUSSION AND ANALYSIS

Terrebonne Parish Sheriff

June 30, 2022

The Management’s Discussion and Analysis of the Terrebonne Parish Sheriff (the “Sheriff”) financial performance presents a narrative overview and analysis of the Sheriff’s financial activities for the year ended June 30, 2022. This document focuses on the current year’s activities, resulting changes, and currently known facts. Please read this document in conjunction with the financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

As of June 30, 2022, the Sheriff had a deficit net position of \$56,018,970, which represents a 6.31% decrease from last fiscal year.

The Sheriff’s revenues increased \$5,797,594 or 18.55% mainly because of increases sales tax revenues and federal grants related to Hurricane Ida.

The Sheriff’s expenses decreased by \$290,169, or 0.86%.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Sheriff’s financial statements. The Sheriff’s annual report consists of five parts: (1) management’s discussion and analysis (this section), (2) basic financial statements, (3) required supplementary information, (4) supplementary information, and (5) various governmental compliance reports and schedules by certified public accountants and management.

The basic financial statements include two kinds of statements that present different views of the Sheriff:

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Sheriff’s finances, in a manner similar to a private sector business. The Statement of Net Position (Deficit) presents information on all of the Sheriff’s assets, deferred outflow of resources, liabilities and deferred inflow of resources, with the difference reported as net position (deficit). Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)**Government-Wide Financial Statements (Continued)**

of the Sheriff is improving or deteriorating. The Statement of Activities presents information showing how the Sheriff's net position (deficit) changed during each fiscal year. All changes are reported regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. The governmental activity of the Sheriff is public safety. The government-wide financial statements are presented on Exhibit A and B of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Sheriff uses funds to ensure and demonstrate compliance with finance-related laws and regulations and maintains two types of funds, governmental and fiduciary fund types.

Governmental Fund

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Sheriff maintains one individual governmental fund. Information is presented in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance for the General Fund. The governmental fund financial statements can be found on Exhibits C through F of this report.

Fiduciary Fund

Fiduciary funds are used to account for resources held for the benefit of parties outside the Sheriff. These funds report taxes collected for other taxing bodies, deposits held pending a court action and the individual prison inmate accounts. While these funds represent a trust responsibility, these assets are restricted in purpose and do not represent assets of the Sheriff. Therefore, these assets are not presented as part of the government-wide financial statements. The Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position can be found on Exhibit G and H of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements on found in Exhibit I of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Sheriff's budget presentations, schedule of Changes in the Sheriff's Total OPEB Liability and Related Ratios, a Schedule of the Sheriff's Proportionate Share of Net Pension Liability (Assets), and a Schedule of Sheriff Contributions. A budgetary comparison statement is included as "required supplementary information" for the General Fund. This statement demonstrates compliance with the Sheriff's adopted and final revised budget. Required supplementary information can be found on Exhibits J through N of this report.

Immediately following the required supplementary information section is the supplementary information section consisting of the Combining Statement of Fiduciary Net Position - Custodial Funds, Statement of Changes in Fiduciary Net Position - Custodial Funds and the Schedule of Ad Valorem Taxes Collected and Assessed and Uncollected, which presents detail changes in the Sheriff's agency funds and ad valorem tax information for the year ended June 30, 2022. A Schedule of Compensation, Benefits, and Other Payments to Agency Head of Chief Executive Officer and the Justice System Funding Schedule is also presented in the supplementary information section. An affidavit of cash on hand and of taxes collected and assessed and uncollected, as required by the State of Louisiana, is presented in supplementary information. Also included in supplementary information is the Justice System Funding Schedule which is a required schedule resulting from Act 87 of the 2020 regular legislative session. Supplemental schedules can be found on Schedules 1 through 6 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the Sheriff's financial position. As of June 30, 2022, net position is a deficit of \$56,018,970. A portion of the Sheriff's net position, \$8,896,159, reflects its net investment in capital assets (e.g., land, furniture and fixtures, boats and vehicles, weapons and equipment, and buildings). Consequently, these assets are not available for future spending.

Condensed Statements of Net Position (Deficit)

	<u>June 30</u>		<u>Dollar Change</u>
	<u>2022</u>	<u>2021</u>	
Current and other assets	\$ 16,588,304	\$ 12,551,444	\$ 4,036,860
Net pension asset	951,469	-	951,469
Lease asset	254,195	-	254,195
Capital assets	8,896,159	3,424,197	5,471,962
Total assets	<u>26,690,127</u>	<u>15,975,641</u>	<u>10,714,486</u>
Deferred outflows of resources	<u>10,558,100</u>	<u>13,535,970</u>	<u>(2,977,870)</u>
Total assets and deferred outflows of resources	<u>37,248,227</u>	<u>29,511,611</u>	<u>7,736,616</u>
Current liabilities	636,776	926,544	(289,768)
Long-term liabilities	60,040,995	84,029,973	(23,988,978)
Total liabilities	<u>60,677,771</u>	<u>84,956,517</u>	<u>(24,278,746)</u>
Deferred inflows of resources	<u>32,589,426</u>	<u>4,345,044</u>	<u>28,244,382</u>
Total liabilities and deferred inflows of resources	<u>93,267,197</u>	<u>89,301,561</u>	<u>3,965,636</u>
Net position (deficit):			
Net investment in capital asset:	8,896,159	3,424,197	5,471,962
Restricted	602,400	365,249	237,151
Unrestricted (deficit)	<u>(65,517,529)</u>	<u>(63,579,396)</u>	<u>(1,938,133)</u>
Total net position	<u>\$ (56,018,970)</u>	<u>\$ (59,789,950)</u>	<u>\$ 3,770,980</u>

Current and other assets increased due to the Sheriff's issuance of \$4,040,000 of Limited Tax Bonds, Series 2021 during the year to acquire, construct and improve the law enforcement buildings. Total long-term liabilities decreased as a result of the previous year's net pension liability being reported as

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

an asset as of June 30, 2022 and decrease in total OPEB liability. See Note 9 for details related to bond issuance and long-term liabilities. Capital assets increased primarily due to purchase of new facility in Gray, Louisiana and purchase of vehicles to replace units in aging fleet. See Note 6 for details related to capital assets.

Governmental Activities

Governmental activities increased the Sheriff's net position by \$3,770,980. Key elements of this increase are as follows:

Condensed Statements of Activities

	<u>For the year ended June 30,</u>		<u>Dollar</u>	<u>Total</u>
	<u>2022</u>	<u>2021</u>	<u>Change</u>	<u>Percent</u>
				<u>Change</u>
Revenues				
Program:				
Charges for services	\$ 6,180,205	\$ 7,743,021	\$(1,562,816)	-20.18%
Operating grants and contributions	5,567,747	2,369,422	3,198,325	134.98%
General:				
Ad valorem taxes	7,321,672	7,781,601	(459,929)	-5.91%
Sales taxes	14,703,141	12,199,539	2,503,602	20.52%
Grants not restricted to specific program	1,512,308	1,160,928	351,380	30.27%
Insurance proceeds	761,448	-	761,448	100.00%
Impairment gain	989,265	-	989,265	100.00%
Miscellaneous	17,486	-	17,486	100.00%
Unrestricted investment earnings	374	1,541	(1,167)	-75.73%
Total revenues	<u>37,053,646</u>	<u>31,256,052</u>	<u>5,797,594</u>	<u>18.55%</u>
Program Expenses				
Public safety	<u>33,282,666</u>	<u>33,572,835</u>	<u>(290,169)</u>	<u>-0.86%</u>
Increase (decrease) in net position	3,770,980	(2,316,783)	6,087,763	-262.77%
Net Position (Deficit)				
Beginning of year	<u>(59,789,950)</u>	<u>(57,473,167)</u>	<u>(2,316,783)</u>	<u>-4.03%</u>
End of year	<u><u>\$ (56,018,970)</u></u>	<u><u>\$ (59,789,950)</u></u>	<u><u>\$ 3,770,980</u></u>	<u><u>6.31%</u></u>

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Total revenues increased by \$5,797,594. Operating grants and contributions revenue increased \$3,198,325 primarily due to funds received from the Federal Emergency Management Agency (FEMA) related to Hurricane Ida. Sales tax revenue increased by \$2,503,602 due to increased spending throughout Terrebonne Parish after damages related to Hurricane Ida. Approximately, \$2,067,000 in insurance proceeds was received by the Sheriff related to Hurricane Ida damages. Of the \$2,067,000 insurance proceeds received, \$1,305,000 was related to impaired buildings and as a result of implementing Governmental Accounting Standards Board (GASB) Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*, the Sheriff recognized a \$986,265 impairment gain. The remaining insurance proceeds of approximately \$762,000 is reported in insurance proceeds. See note 6 for more details related to Impairments and Insurance Proceeds.

Program expenses decreased by approximately \$290,169.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Sheriff uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Sheriff's governmental fund is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Sheriff's financing requirements. The General Fund is the chief operating fund of the Sheriff. It is used to account for all financial resources except those that are required to be accounted for in another fund. The Sheriff's total General Fund balance increased by \$4,361,908 during the year ended June 30, 2022 and the unassigned fund balance component of the General Fund's fund balance was \$15,384,408 and is available for spending at the Sheriff's discretion. The remainder of the General Fund's fund balance of \$602,400 is restricted. During the year ended June 30, 2022, the General Fund issued \$4,040,000 of Limited Tax Bond, Series 2021 and \$22,980 of Hurricane Revenue Bonds, Series 2021. Principal of \$314,000 was paid on the Limited Tax Bonds Series, 2021 during fiscal year 2022.

Fiduciary Funds

These funds are used as depositories for civil suits, cash bonds, taxes, fees and other custodial funds. Disbursements from these funds are made to various parish agencies, litigants in suits, etc. in the manner prescribed by law. These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. The activity from these funds are excluded from the Sheriff's government-wide financial statements because the Sheriff cannot use these assets to finance operations.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (Continued)**General Fund Budgetary Highlights**

The budgetary comparison schedule for the General Fund displays original and final budgets and actual, with a variance column showing the favorable or (unfavorable) differences of actual with the final budget. The budget was amended once during the year. The major differences between the original General Fund budget and the final amended budget were as follows:

- Revenues
 - Ad valorem taxes decreased \$294,478 to reflect an overall decrease in collections of ad valorem tax amounts as a result of reassessments after Hurricane Ida.
 - Sales and use tax increased \$3,491,978 to reflect an overall increase in the amount of sales and use tax received due to an increase in economic activity.
 - Federal grants increased \$1,717,684 to reflect receipt of disaster grants and other federal grants after Hurricane Ida.
 - Contract services decreased \$932,358 to reflect anticipated decreases in salary reimbursements and jail phone commission as a result of closures after Hurricane Ida.
 - Feeding, keeping, and transporting prisoners decreased \$1,687,304 to reflect a decrease in services as a result of closures after Hurricane Ida.
- Other financing sources
 - Debt proceeds were budgeted at \$4,040,000 and \$22,980 for the issuance of limited tax bond and hurricane bond, respectively.
 - Insurance proceeds increased by \$2,025,059 to reflect anticipated receipt of insurance funds as a result of damages from Hurricane Ida.
- Expenditures
 - Personal services and related benefits increased \$847,310 to reflect anticipated increase in personal services due to increase in overtime and emergency hours worked as a result of Hurricane Ida.
 - Debt service principal expenditures were budgeted at \$314,000 to reflect the payment of the limited tax bond.
 - Capital outlay increased \$4,896,406 to reflect increase in new equipment purchases and the purchase of a new operating facility.

CAPITAL ASSETS**Capital Assets**

The Sheriff's investment in capital assets for its governmental activities as of June 30, 2022, amounts to \$8,896,159 (net of accumulated depreciation). This investment in capital assets includes land, furniture and fixtures, boats and vehicles, weapons and equipment, and buildings and improvements as follows:

	<u>2022</u>	<u>2021</u>
Land	\$ 338,500	\$ 338,500
Furniture and fixtures	199,887	196,661
Boats and vehicles	1,973,211	755,224
Weapons and equipment	860,233	600,786
Buildings	<u>5,524,328</u>	<u>1,533,026</u>
Totals	<u>\$8,896,159</u>	<u>\$3,424,197</u>

Capital asset additions for the year were \$6,615,965 and deletions were \$1,303,809. Depreciation expense for the year was \$784,107.

Major capital asset additions during the current fiscal year included the following:

- Addition of new facility in Gray, Louisiana and various facility improvements (Special Operations, Gray Office, and Work Release buildings).
- Addition of various boat equipment.
- Addition of various computer equipment.
- Addition of various deputy equipment.
- Addition of various office equipment which includes televisions, office chairs, generators, and printers.
- Addition of various radios.
- Addition of vehicles and trailers.

Additional information on the Sheriff's capital assets can be found in Note 6, Exhibit I of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Approximately 64% of the Sheriff's budgeted revenues are derived from ad valorem and sales and use taxes. Revenues and expenses for the year ended June 30, 2023 in total are expected to decrease as compared to current year actual amounts due to various fewer hurricane expenditures and federal aid received for those expenditures.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Sheriff's finances for all those with an interest in the Sheriff's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Mr. Timothy Soignet, Terrebonne Parish Sheriff and Tax Collector, Post Office Box 1670, Houma, LA 70361-1670.

STATEMENT OF NET POSITION (DEFICIT)**Terrebonne Parish Sheriff**

June 30, 2022

	<u>Governmental Activities</u>
Assets	
Cash and interest-bearing deposits	\$ 13,290,020
Receivables:	
Due from other governmental units	3,163,997
Accounts	134,287
Net pension asset	951,469
Lease asset	254,195
Capital assets:	
Non-depreciable	338,500
Depreciable, net of accumulated depreciation	8,557,659
	<u>26,690,127</u>
Deferred Outflows of Resources	
Pension	5,640,109
Other postemployment benefits	4,917,991
	<u>10,558,100</u>
Total assets and deferred outflow of resources	<u>37,248,227</u>
Liabilities	
Accounts and other accrued payables	636,776
Long-term liabilities:	
Due within one year	894,145
Due after one year	59,146,850
	<u>60,677,771</u>
Deferred Inflows of Resources	
Pension	11,150,408
Other postemployment benefits	21,439,018
	<u>32,589,426</u>
Total liabilities and deferred inflow of resources	<u>93,267,197</u>
Net Position (Deficit)	
Net investment in capital assets	8,896,159
Restricted for special programs	602,400
Unrestricted	(65,517,529)
	<u>(56,018,970)</u>
Total net position (deficit)	<u>\$ (56,018,970)</u>

See notes to financial statements.

STATEMENT OF ACTIVITIES

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Functions/Programs	Expenses	Program Revenue			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government - public safety	\$ 33,282,666	\$ 6,180,205	\$ 5,567,747	\$ -	\$ (21,534,714)
General revenues:					
Property taxes					7,321,672
Sales tax					14,703,141
Grants not restricted to specific programs					1,512,308
Insurance proceeds					761,448
Impairment gain					989,265
Miscellaneous					17,486
Unrestricted investment earnings					374
Total general revenues					25,305,694
Change in net position					3,770,980
Net position (deficit)					
Beginning of year					(59,789,950)
Ending					\$ (56,018,970)

See notes to financial statements.

GOVERNMENTAL FUND BALANCE SHEET**Terrebonne Parish Sheriff**

June 30, 2022

	<u>General Fund</u>
Assets	
Cash and interest-bearing deposits	\$ 13,290,020
Receivables:	
Due from other governmental units	3,163,997
Accounts	<u>134,287</u>
Total assets	<u><u>\$ 16,588,304</u></u>
Liabilities	
Accounts payable	\$ 393,041
Salaries payable	<u>208,455</u>
Total liabilities	<u>601,496</u>
Fund balances:	
Restricted - narcotics	602,400
Unassigned	<u>15,384,408</u>
Total fund balances	<u>15,986,808</u>
Total liabilities and fund balances	<u><u>\$ 16,588,304</u></u>

See notes to financial statements.

**RECONCILIATION OF THE GOVERNMENTAL FUND
BALANCE SHEET TO THE STATEMENT OF NET POSITION**

Terrebonne Parish Sheriff

June 30, 2022

Fund Balances - Governmental Fund		\$ 15,986,808
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:		
Governmental capital assets	\$ 21,225,744	
Less accumulated depreciation	<u>(12,329,585)</u>	8,896,159
Long-term assets are not financial resources and, therefore, are not reported in the governmental fund.		
Lease asset	254,195	
Net pension asset	<u>951,469</u>	1,205,664
Deferred outflows of resources used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		
Pension	5,640,109	
Other postemployment benefit obligation	<u>4,917,991</u>	10,558,100
Current liabilities		
Accrued interest		(35,280)
Non-current liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:		
Bonds payable	(3,748,980)	
Lease liability	(254,195)	
Compensated absences	(515,177)	
Other postemployment benefit obligations	<u>(55,522,643)</u>	(60,040,995)
Deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in governmental funds.		
Pension	(11,150,408)	
Other postemployment benefit obligation	<u>(21,439,018)</u>	<u>(32,589,426)</u>
Net Position of Governmental Activities		<u><u>\$ (56,018,970)</u></u>

See notes to financial statements.

**STATEMENT OF GOVERNMENTAL FUND REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE**

Terrebonne Parish Sheriff

For the year ended June 30, 2022

	<u>General Fund</u>
Revenues	
Ad valorem taxes	\$ 7,321,672
Sales taxes	14,703,141
Intergovernmental revenues:	
Federal grants	4,239,456
State revenue sharing, net	217,132
State supplemental pay	1,265,600
State gaming revenue	1,295,176
State grants	47,462
Local grant	15,229
Fees, charges, and commissions for services:	
Contract services	1,920,395
Civil and criminal fees and commissions	1,245,989
Feeding, keeping, and transporting prisoners	1,030,298
Other	1,983,523
Miscellaneous:	
Interest	374
	<hr/>
Total revenues	35,285,447
	<hr/>
Expenditures	
Current:	
Public safety:	
Personal services and related benefits	23,094,877
Operating services	843,754
Operation and maintenance	6,069,255
Travel and other charges	81,977
Debt service:	
Principal	314,000
Issuance cost	60,194
Interest	28,541
Capital outlay - lease	254,195
Capital outlay	6,615,965
	<hr/>
Total expenditures	37,362,758
	<hr/>

**Exhibit E
(Continued)**

	<u>General Fund</u>
Increase of Revenues Over Expenditures	(2,077,311)
Other Financing Sources and Uses	
Issuance of limited tax bond	4,040,000
Issuance of hurricane bond	22,980
Lease proceeds	254,195
Insurance proceeds	2,066,448
Sale of surplus equipment	<u>55,596</u>
Total other financing uses	<u>6,439,219</u>
Net Change in Fund Balance	4,361,908
Fund Balance	
Beginning of year	<u>11,624,900</u>
End of year	<u><u>\$ 15,986,808</u></u>

See notes to financial statements.

**RECONCILIATION OF THE STATEMENT OF GOVERNMENTAL
FUND REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE TO THE STATEMENT OF ACTIVITIES**

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Net Change in Fund Balance - Governmental Fund \$ 4,361,908

Amounts reported for governmental activities in the Statement of Activities are 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 as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period:

Capital outlay	\$ 6,615,965	
Depreciation expense	(784,107)	5,831,858

The net effect of various miscellaneous transactions involving capital assets, such as sales, trade-ins and donations, and lease is to decrease net position.

Gain on sale of capital assets	17,486	
Loss on disposition of capital assets	(61,647)	
Impairment of capital assets	(315,735)	
Capital outlay - lease	254,195	
Lease proceeds	(254,195)	(359,896)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however has an effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.

Issuance of bonds payable	(4,062,980)	
Principal payment	314,000	(3,748,980)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Increase in compensated absences	(41,149)	
Increase in other postemployment benefits	(4,930,112)	
Increase in accrued interest expense	(35,280)	
Decrease in pension expense	2,692,631	(2,313,910)

Change in Net Position of Governmental Activities \$ 3,770,980

See notes to financial statements.

STATEMENT OF FIDUCIARY NET POSITION**Terrebonne Parish Sheriff**

June 30, 2022

	<u>Custodial Funds</u>
Assets	
Cash and interest-bearing deposits	<u>\$ 2,260,140</u>
Liabilities	
Accounts payable	<u>\$ 2,257,876</u>
Fiduciary net position	
Due to other governments	<u>2,264</u>
Total liabilities and fiduciary net position	<u>\$ 2,260,140</u>

See notes to financial statements.

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**Terrebonne Parish Sheriff**

June 30, 2022

	<u>Custodial Funds</u>
Additions	
Deposits:	
Suits, sales and garnishments	\$ 2,712,820
Bonds	1,019,349
Fines and costs	139,520
Prisoner deposits	2,995,646
Taxes, fees, etc., paid to tax collector	97,600,143
Interest	<u>111,930</u>
Total additions	<u>104,579,408</u>
Reductions	
Taxes, fees, etc. distributed to taxing bodies and others	97,737,181
Deposits settled to:	
Sheriff's General Fund	1,657,570
Clerk of Court	182,233
Criminal Court Fund	201,952
District Attorney	151,277
Indigent defender board	157,583
Inmate commissary purchases	581,680
Inmate withdrawals	648,454
Litigants	2,325,731
Other settlements	<u>960,912</u>
Total reductions	<u>104,604,573</u>
Net decrease in fiduciary net position	(25,165)
Net position at beginning of year	<u>27,429</u>
Net position at end of year	<u><u>\$ 2,264</u></u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS**Terrebonne Parish Sheriff**

June 30, 2022

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Terrebonne Parish Sheriff (the “Sheriff”) serves a four-year term as the chief executive officer of the law enforcement district and ex-officio tax collector of Terrebonne Parish (the “Parish”) as provided by Article V, Section 27 of the Louisiana Constitution of 1974. The Sheriff administers the parish jail system and exercises duties required by the parish court system, such as providing bailiffs, executing orders of the court, and serving subpoenas.

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

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

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

The accounting policies of the Sheriff conform to accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of significant accounting policies:

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity

For financial reporting purposes, the Sheriff includes all funds and activities 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 Terrebonne Parish Consolidated Government as required by Louisiana law, the Sheriff is a separate governmental reporting entity.

GASB No. 14, "*The Financial Reporting Entity*", GASB No. 39, "*Determining Whether Certain Organizations Are Component Units-an amendment of GASB Statement No. 14*", and GASB No. 61, "*The Financial Reporting Entity: Omnibus and amendment of GASB Statements No. 14 and No. 34*" established the criterion for determining which component units should be considered part of the Sheriff for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the governing authority appoints a majority of the board members of the potential component unit.
3. Fiscal interdependency between the Sheriff and the potential component unit.
4. Imposition of will by the Sheriff on the potential component unit.
5. Financial benefit/burden relationship between the Sheriff and the potential component unit.

The Sheriff has reviewed all of its activities and determined that there are no potential component units which should be included in its financial statements.

b. Basis of Presentation

The Sheriff's financial statements consist of the government-wide statements on all of the non-fiduciary activities and the fund financial statements.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Basis of Presentation (Continued)

Government-Wide Financial Statements:

The government-wide financial statements include the Statement of Net Position and the Statement of Activities for all activities of the Sheriff. The government-wide presentation focuses primarily on the sustainability of the Sheriff as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. Governmental activities of the Sheriff generally are supported by taxes and intergovernmental revenues.

Fund Financial Statements:

The daily accounts and operations of the Sheriff are organized on the basis of a fund and accounts groups, each of which is considered a separate accounting entity. The operations of the fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures. Government resources are allocated to and accounted for in the fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds of the Sheriff are grouped, into generic fund types and two broad categories as follows:

Governmental activities presented as governmental funds in the fund financial statements

General Fund - This fund is the primary operating fund of the Sheriff and accounts for and reports the operations of the Sheriff. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to the Sheriff's policy. The General Fund is always a major fund.

Fiduciary Funds:

Custodial Funds - These funds are used to account for and report assets that the Sheriff holds for others in an agency capacity. Since by definition these assets are being held for the benefit of others and cannot be used to address activities or obligations of the Sheriff, these funds are not incorporated into the government-wide statements. The custodial funds are as follows:

Sheriff's Fund - To account for and report 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.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Basis of Presentation (Continued)

Fiduciary Funds (Continued)

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 account for and report the collection and distribution of taxes and fees to the appropriate taxing authorities.

Bonds and Fines Fund - To account for and report the collection of bonds, fines, costs and payments of these collections to the Sheriff's General Fund and other recipients in accordance with applicable laws.

Inmate Deposit Fund - To account for and report funds belonging to individuals incarcerated in the parish prison. The funds are used by prisoners to purchase personal items while incarcerated, and any remaining balances are returned to prisoners upon their release.

c. Measurement Focus and 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.

Government-Wide Financial Statements:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows.

Fund Financial Statements:

All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current position. Governmental funds are maintained on the modified accrual basis of accounting.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Measurement Focus and Basis of Accounting (Continued)

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government's availability criteria (susceptible to accrual). Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For this purpose, the Sheriff considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

Non-exchange transactions, in which the Sheriff receives value without directly giving value in return, include sales and use tax, property tax, grants and entitlements. Ad valorem taxes are recorded in the year taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. Sales and use taxes are recognized in the period when the underlying transaction has occurred, and the resources are available. Federal and state entitlements (which include state supplemental pay for deputies and state revenue sharing) are recorded as unrestricted grants when available and measurable. Federal and state grants are recorded when the allowable expenditures have been incurred.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is interest and principal payments on general long-term debt, which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available resources. Allocations of cost such as depreciation are not recognized in the governmental funds.

Custodial funds are unlike all other types of funds reporting liabilities to the beneficiaries when an event has occurred that compels the disbursement of fiduciary resources. Events that compel disbursement of fiduciary resources occur when a demand for resources has been made or when no further action, approval or condition is required to be taken or met by the beneficiary to release the assets. Custodial funds use the accrual basis of accounting to recognize receivables and payables.

d. Use of Estimates

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

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Cash Equivalents

Cash and interest-bearing deposits include amounts in demand deposits, interest-bearing demand deposits, and time deposits. They are stated at cost, which approximates market. Under state law, the Sheriff may deposit with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States. Tax collections must be deposited in a bank domiciled in the parish where the funds are collected.

f. Accounts Receivable

The financial statements of the Sheriff contain no allowance for uncollectible accounts. Uncollectible amounts for receivables are recognized as reductions in revenue at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operation of the funds.

g. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-Wide Financial Statements:

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets purchased or acquired with an original cost of \$500 or more are valued at historical cost or estimated historical cost if actual cost is unavailable, except for donated capital assets which are recorded at their estimated fair value at the date of donation. Automobiles awarded to the Sheriff's office by court award are recorded as capital assets at their estimated fair market value at the date of award. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Capital Assets (Continued)

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 Position. 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:

Furniture and fixtures	5 - 7 years
Boats and vehicles	2 - 10 years
Weapons and equipment	3 - 5 years
Buildings	30 years

Fund Financial Statements:

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.

h. Non-Current Liabilities

The accounting treatment of non-current liabilities depends on whether they are reported in the government-wide or fund financial statements.

Government-Wide Financial Statements:

All non-current liabilities to be repaid from governmental resources are reported as liabilities in the government-wide statements. Non-current liabilities consist of compensated absences accrued, bonds payable, obligations for other postemployment benefits (group healthcare and life insurance), lease liability and net pension liability.

Fund Financial Statements:

Non-current liabilities for governmental funds are not reported as liabilities in the fund financial statements.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Compensated Absences

The following vacation hours are earned during a fiscal year:

<u>Years of Service</u>	<u>Total Annual Leave Earned For Fiscal Year</u>
1 - 15 years	120 hours
16 - 24 years	160 hours
25 and above years	200 hours

Vacation time must be taken on a calendar year basis and is not available for carryover.

Beginning October 1, 2013, employees are paid for worked overtime each pay period. Prior to October 1, 2013, unpaid overtime was allowed to accumulate as comp-time. Comp-time may be used for paid time off from work. As of June 30, 2022, the Sheriff had \$8,022 of comp-time remaining to be paid and included comp-time in compensated absences.

j. Interfund Transactions

In the financial statements, interfund activity is reported as either loans or transfers. Loans between funds are reported as interfund receivables (due from) and payables (due to) as appropriate. Transfers represent a permanent relocation of resources between funds. In other words, they are not expected to be paid. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”. As of and for the year ended June 30, 2022, the Sheriff did not have any residual balances from interfund loans/borrowing arrangements or transfers.

k. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Financial Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditures) until then. As of June 30, 2022, deferred outflows of resources related to pensions and other postemployment benefits.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the Statement of Financial Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until then. As of June 30, 2022, deferred inflows of resources in the government-wide statements related to pensions and other postemployment benefits.

l. Pensions

For purposes of measuring the net pension liability/asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Sheriff's Pension and Relief Fund (the System) and additions to/deductions from the System fiduciary net position have been determined on the same basis as they are reported by the System. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

m. Fund Equity

Government-Wide Statements:

Equity is classified as net position and may be displayed in three components:

- a. Net investment in capital assets - 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. As of June 30, 2022, the Sheriff did not report any borrowings.
- b. Restricted net position - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributions or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Fund Equity (Continued)

Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance is further classified as follows:

- a. Non-spendable - Amounts that cannot be spent either because they are in a non-spendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted - Amounts for which constraints have been placed on the use by externally imposed donors, grantors, creditors, or government laws and regulations, or imposed by law through constitutional provisions or enabling legislation.
- c. Committed - Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Sheriff.
- d. Assigned - Amounts that are constrained by the Sheriff's intent to be used for a specific purpose but do not meet the criteria for restricted or committed.
- e. Unassigned - All other spendable amounts.

For the classification of governmental fund balances, the Sheriff considers an expenditure to be made from the most restrictive fund balance first when more than one classification is available.

n. New GASB Statements

During the year ending June 30, 2022, the Sheriff implemented the following GASB Statements:

Statement No. 87, "*Leases*" increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. See Exhibit A and Note 7 for details on implementation.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. New GASB Statements (Continued)

Statement No. 89, “*Accounting for Interest Cost Incurred before the End of a Construction Period*” establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5-22 of Statement No. 62, “*Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*”, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. This Statement did not affect the Sheriff’s financial statements.

Statement No. 91, “*Conduit Debt Obligations*” provides a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. This Statement did not affect the Sheriff’s financial statements.

Statement No. 92, “*Omnibus 2020*” establishes accounting and financial reporting requirements for specific issues related to leases, intra-entity transfers of assets, postemployment benefits, government acquisitions, risk financing and insurance related activities of public entity risk pools, fair value measurements, and derivative instruments. This Statement did not affect the Sheriff’s financial statements.

Statement No. 93, “*Replacement of Interbank Offered Rates*” some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR) most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates. This Statement will preserve the consistency and comparability of reporting hedging

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. New GASB Statements (Continued)

derivative instruments and leases after governments amend or replace agreements to Statement No. 97, “*Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32*” provides objectives to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. This Statement did not affect the Sheriff’s financial statements.

Statement No. 98, “*The Annual Comprehensive Financial Report*” establishes the term annual comprehensive financial report and its acronym ACFR. The new term and acronym replace instance of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. This Statement was developed in response to concerns raised by stakeholders that the common pronunciation of the acronym sounds like a profoundly objectionable racial slur. This Statement did not affect the Sheriff’s financial statements.

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 94, “*Public-Private and Public-Public Partnerships and Availability Payment Arrangements*” improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. New GASB Statements (Continued)

at the end of the arrangement. This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The requirements of this Statement are effective for the years beginning after June 15, 2022. Management has yet to determine the effect of this Statement on the financial statements.

Statement No. 96, “*Subscription-based Information Technology Arrangements*” provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITA) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The requirements of this Statement are effective for the years beginning after June 15, 2022. Management has yet to determine the effect of this Statement on the financial statements.

Statement No. 99, “*Omnibus 2022*” provides objectives to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial report for financial guarantees. The requirements of this Statement apply to all financial statements at dates varying from upon issuance to fiscal periods beginning after June 15, 2023. Management has yet to determine the effect of this Statement on the financial statements.

Statement No. 100, “*Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62*” provides guidance to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. Management has yet to determine the effect of this Statement on the financial statements.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. New GASB Statements (Continued)

Statement No. 101, “*Compensated Absences*” provides guidance to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. Management has yet to determine the effect of this Statement on the financial statements.

Note 2 - DEPOSITS

Louisiana state law allows all political subdivisions to invest excess funds in obligations of the United States or any other federally insured investments, certificates of deposit of any bank domiciled or having a branch office in the state of Louisiana, guaranteed investment contracts and investment grade (A-1/P-1) commercial paper or domestic corporations.

State law also requires that deposits of all political subdivisions be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and the market value of securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the political subdivision. The year end balances of deposits are as follows:

<u>Bank Balance</u>	<u>Reported Amount</u>
<u>\$16,903,049</u>	<u>\$15,544,160</u>

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 to monitor or attempt to reduce exposure to custodial credit risk. As of June 30, 2022, \$16,221,377 of the Sheriff’s bank balance of \$16,903,049 was exposed to custodial credit risk. These deposits were uninsured and collateralized with securities held by the pledging financial institution’s trust department or agent and are deemed to be held in the Sheriff’s name by state statutes.

Note 2 - DEPOSITS (Continued)

As of June 30, 2022, cash in excess of the FDIC insurance was collateralized by securities held by an unaffiliated bank for the account of the Sheriff. The GASB, considers these securities subject to custodial credit risk. Even though the deposits are considered subject to custodial credit risk under the provisions of GASB Statement No. 40, Louisiana Revised Statute 39: 1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within ten days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

A reconciliation of deposits as shown on the Statement of Net Position and Governmental Fund Balance Sheet is as follows:

Reported amount	\$15,544,160
Less cash reported in the Statement of Fiduciary Fund	(2,260,140)
Cash on hand	<u>6,000</u>
 Cash - Statement of Net Position	 <u><u>\$13,290,020</u></u>

As of June 30, 2022, the Sheriff, as ex-officio tax collector, has cash in the Tax Collector Custodial Fund totaling \$501,596. The unsettled balance as of June 30, 2022 consists of:

Taxes	\$ 206,755
Insurance licenses	273,762
Protest taxes	2,264
Refunds and redemptions	<u>18,815</u>
 Total	 <u><u>\$ 501,596</u></u>

Note 3 - PROPERTY TAXES

The Sheriff is the ex-officio tax collector of the Parish and is responsible for the collection and distribution of ad valorem property taxes. Ad valorem taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Terrebonne Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June.

Ad valorem taxes are budgeted and recorded in the year levied and billed. For the year ended June 30, 2022, law enforcement taxes applicable to the Sheriff's General Fund, were levied at the rate of 7.58 mills on property with net assessed valuations totaling \$999,504,638. Total law enforcement taxes levied in November 2021 were \$7,576,246.

Note 4 - DUE FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units as of June 30, 2022, consist of the following:

Government	Purpose	Amounts	
Federal Emergency Management Agency			\$ 986,804
State of Louisiana	Prisoner maintenance	\$ 183,390	
	Video poker	420,095	
	Prisoner hold	59,333	
	Work release	69,422	
	Other	48,009	780,249
Terrebonne Parish Sales and Use Tax Department	Sales tax		1,214,861
Terrebonne Parish Consolidated Government	Prisoner maintenance	164,248	
	Prisoner transportation	1,974	
	Court attendance	2,244	
	Other	12,691	181,157
Other governments			926
			\$ 3,163,997

Note 5 - ACCOUNTS RECEIVABLE

Accounts receivable detail for the year ended June 30, 2022 was as follows:

Jail phone reimbursement	\$ 61,094
Commissary sales	30,971
Agent advances	-
Other	42,222
Total	\$ 134,287

Note 6 - CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2022 was as follows:

	Balance July 1, 2021	Additions	Deletions/ Adjustments	Balance June 30, 2022
Capital assets not being depreciated:				
Land	\$ 338,500	\$ -	\$ -	\$ 338,500
Capital assets being depreciated:				
Furniture and fixtures	2,802,081	80,841	(75,626)	2,807,296
Boats and vehicles	6,674,627	1,642,125	(275,646)	8,041,106
Weapons and equipment	3,107,622	429,735	(90,254)	3,447,103
Buildings and improvements	2,990,758	4,463,264	(862,283)	6,591,739
Total capital assets being depreciated	15,575,088	6,615,965	(1,303,809)	20,887,244
Less accumulated depreciation for:				
Furniture and fixtures	(2,605,420)	(72,945)	70,956	(2,607,409)
Boats and vehicles	(5,919,403)	(384,977)	236,485	(6,067,895)
Weapons and equipment	(2,506,836)	(169,958)	89,924	(2,586,870)
Buildings and improvements	(1,457,732)	(156,227)	546,548	(1,067,411)
Total accumulated depreciation	(12,489,391)	(784,107)	943,913	(12,329,585)
Total capital assets being depreciated, net	3,085,697	5,831,858	(359,896)	8,557,659
Total capital assets, net	\$ 3,424,197	\$ 5,831,858	\$ (359,896)	\$ 8,896,159

During the year ended June 30, 2022, \$784,107 for depreciation was charged to public safety.

Impairments and Insurance Proceeds

On August 29, 2021, Hurricane Ida severely impacted the Sheriff's various assets throughout Terrebonne Parish. Numerous capital assets had to be repaired and replaced. In accordance with GASB Statement No. 42, "Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries", the Sheriff has reviewed its capital assets (a) to determine potential impairments from Hurricane Ida through inspection of physical damage and (b) to test for impairment to determine if the magnitude of the decline in service utility of the capital asset is significant and whether the decline in service utility is not part of the normal life cycle of the capital asset. For those properties that are impaired and will continue to be used by the Sheriff, a portion of historical cost of the asset and associated accumulated depreciation will be written off using the Restoration Cost Approach which stated that the amount of impairment is derived from the estimated costs to restore the utility of the capital asset. Impaired capital assets that will no longer be used by the Sheriff will be reported at the lower of carrying value or fair value.

Note 6 - CAPITAL ASSETS (Continued)

Impairments and Insurance Proceeds (continued)

The Sheriff incurred significant roof, exterior, and interior damage to its motor pool facility, accordingly, the motor pool facility was impaired. The contents of the various facilities were damaged. The Sheriff's vehicles and attached equipment sustained exterior damages which required repairs without a loss of service utility and were not impaired. The Sheriff received insurance recoveries for its impaired and unimpaired buildings, vehicles, machinery, and equipment and office furniture.

In 2022, the Sheriff recognized realized insurance recoveries which are reported net of impairments. The following table identifies insurance proceeds related to damaged capital assets and other activities as well as resulting impairment gain (losses).

<u>Public Safety</u>	<u>Insurance Proceeds</u>	<u>Costs of Assets</u>	<u>Accumulated Depreciation Assets</u>	<u>Book Value Assets</u>	<u>Impairment Gains (Losses)</u>
Buildings	<u>\$ 1,305,000</u>	<u>\$ 862,283</u>	<u>\$(546,548)</u>	<u>\$ 315,735</u>	<u>\$ 989,265</u>

Note 7 - LEASE COMMITMENTS

On May 25, 2022, the Sheriff entered into a lease with Enterprise Fleet Management for ten vehicles. The lease term is for three years, monthly payments range from \$920 to \$934, with an option to continue on a month-to-month basis at expiration of the initial term. The Sheriff received eight vehicles in June of 2022 and as a result, the lease payment was due by the 1st of the following month.

The Sheriff has recognized a lease asset and a corresponding lease liability that represents the present value of their obligation to make payments of the lease term. The present value of the lease payments is calculated using the incremental borrowing rate of 2.5% which was determined using a portfolio approach based on borrowing rates from bond issuances.

The weighted average remaining lease term in years as of June 30, 2022 is 3 years.

The weighted average of the discount rate as of June 30, 2022 is 2.5%.

Note 7 - LEASE COMMITMENTS (Continued)

The following table sets forth supplemental Statement of Net Position information related to leases as of June 30, 2022:

Equipment	\$ 254,195
Accumulated depreciation equipment, net	-
Total leases	254,195
Current portion of long-term debt	85,968
Long-term debt	168,228
Total finance lease obligation	\$ 254,196

As of June 30, 2022, minimum future obligations under leases are as follows:

2023	\$ 85,968
2024	88,850
2025	88,850
Total minimum lease payments	263,668
Less amount representing interest	(9,473)
Present value of capital lease obligation	254,195
Less current maturities	(85,968)
Total lease obligations	\$ 168,227

There is no lease expense as of June 30, 2022 as lease payments commence July 1, 2022.

Note 8 - ACCOUNTS AND ACCRUED PAYABLES

Accounts payable and accrued expenditures as of June 30, 2022 consisted of the following:

	Governmental Activities
Vendors	\$ 392,785
Salaries and benefits	208,455
Accrued interest	35,280
Due to other governments:	
Terrebonne Parish Consolidated Government	256
Total	\$ 636,776

Note 9 - NON-CURRENT LIABILITIES

Non-current liabilities consist of accumulated unpaid vacation and comp-time, net pension liability and other postemployment benefits. The following is a summary of non-current liability transactions of the Sheriff for the year ended June 30, 2022:

	Payable July 1, 2021	Increase/ Earned	Decrease/ Used	Payable June 30, 2022	Due Within One Year
Compensated absences	\$ 474,028	\$ 729,280	\$ (688,131)	\$ 515,177	\$ 515,177
Limited tax					
Bonds, series 2021	-	4,040,000	(314,000)	3,726,000	293,000
Hurricane revenue					
Bonds, series 2021	-	22,980	-	22,980	-
Lease liability	-	254,195	-	254,195	85,968
Net pension liability	11,739,473	-	(11,739,473)	-	-
Other post-employment benefits	71,816,472	-	(16,293,829)	55,522,643	-
Totals	\$ 84,029,973	\$ 5,046,455	\$ (29,035,433)	\$ 60,040,995	\$ 894,145

On December 1, 2021, the Sheriff issued Limited Tax Bonds, Series 2021 with a maturity date of March 1, 2033 and an interest rate of approximately 3% for the purpose of acquiring, constructing, improving and renovating law enforcement buildings and other land, facilities, equipment and furnishing therefor. The principal amount of \$4,040,000 is due on March 1, 2033. This bond is secured and payable from an irrevocable pledge and dedication of the funds to be derived by the Sheriff from the levy and collection of a special tax of 7.58 mills.

Note 9 - NON-CURRENT LIABILITIES (Continued)

On December 1, 2021, the Sheriff issued Taxable Recovery Revenue Bonds, Series 2021 with a maturity date of December 1, 2026 and an interest rate of approximately 3% for the purpose of paying any costs associated with the demolition, rehabilitation, repair, reconstruction, renovation, restoration and improvement of facilities from or related to Hurricane Ida. The bond proceeds can also be used for paying any costs of temporary housing for first responders and payroll resulting from Hurricane Ida and paying the costs of issuance of the bonds. The principal amount is not to exceed \$5,100,000. This bond is secured and payable from a pledge of all funds or revenues received or to be received by the Sheriff to the extent legally available for the payment of debt service on the bonds. As of June 30, 2022, the Sheriff drew down \$22,980.

Compensated absences are described in Note 1i. Lease liabilities are described on Note 7. Other postemployment obligations are described in Note 10.

Note 10 - OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The Sheriff administers a single employer defined benefit healthcare plan (the “Plan”). The Plan provides for the lifetime payment of medical and dental insurance premiums to eligible retirees and their dependents through the Sheriff’s group health plan, which cover both active and retired members. Sheriff employees with 20 years of permanent full-time creditable service with the Sheriff or 30 years of permanent full-time creditable service with any Sheriff’s office are eligible to participate in the Sheriff’s Pension and Relief Fund (see Note 11) and are eligible to participate in the Plan, which provides 100% of retiree healthcare and life insurance. The amount of life insurance coverage is a continuation of the amount in effect at the retirement date, but retiree coverage is reduced to 75% and 50% of the retirement date amount at ages 65 and 75, respectively. A retiree may elect dependent healthcare coverage at applicable rates. A retiree with less than 20 years of permanent full-time creditable service is eligible to participate in the Plan at the applicable rates. The Sheriff does not issue a publicly available financial report on the Plan.

Employees Covered by Benefit Terms

As of June 30, 2022, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits payments	94
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>300</u>
Total	<u><u>394</u></u>

Note 10 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Total OPEB Liability

The Sheriff's total OPEB liability of \$55,522,643 was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2021.

Actuarial Assumptions and Other Inputs

The total OPEB liability in June 30, 2022 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Measurement date	June 30, 2022
Actuarial valuation date	July 1, 2021
Inflation	2.40%
Salary increases, include inflation	6.20% (3.80% salary increase, 2.40% inflation)
Discount rate	3.54%
Healthcare cost trend rates	<p>Medical - Pre-65 Trend - 5.50% in year 1, 5.30% in year 2, 5.00% in year 3, 4.90% in years 4, 4.80% in year 5, 4.70% in year 6, 4.60% in year 7, 4.50% in year 8, 4.40% in years 9 through 17 and 4.30% thereafter.</p> <p>Medical - Post-65 Trend - 5.10% in year 1, 5.00% in year 2, 4.90% in year 3 through year 4, 4.80% in year 5, 4.70% in years 6, 4.60% in year 7, 4.50% in year 8, 4.40% in years 9 through 17, and 4.30% thereafter.</p> <p>Dental - 3.00% per annum, compounded annually.</p>
Retirees' share of benefit-related costs	<p>An employee is eligible to elect medical coverage upon retiring or disability. Eligibility is based on 20 years of service with Terrebonne Parish Sheriff's office or 30 years of service at any Sheriff's Office.</p> <p>Spouses of retiring members are also eligible for health and life benefits under the Plan, however, they are responsible for full cost of coverage.</p>

Note 10 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index.

Mortality rates for pre-retirement/post-retirement/disabled employees were based Sex-distinct Pub-2010 General Mortality Table for employees/retirees/disabled participants, projected generationally using improvement scale MP-2021.

Changes in Total OPEB Liability

	Total OPEB Liability
Balance at June 30, 2021	\$ 71,816,472
Changes for the year:	
Service cost	5,572,689
Interest	1,666,023
Differences between expected and actual experience	(4,096,600)
Changes in assumptions or other inputs	(18,916,203)
Benefit payments	(519,738)
Net changes	(16,293,829)
Balance at June 30, 2022	\$ 55,522,643

Sensitivity to the Total OPEB Liability to Change in the Discount Rate

The following presented the total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using a discount rate that is 1% lower or higher than the current discount rate.

	1.0% Decrease (2.54%)	Current Discount Rate (3.54%)	1.0% Increase (4.54%)
Total OPEB liability	\$ 66,253,232	\$ 55,522,643	\$ 47,035,683

Note 10 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Health Cost Trend Rates

The following presents the total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using a rate that is 1% lower or higher than the current healthcare cost trend rates.

	1.0% Decrease	Current Healthcare Cost Trend Rate	1.0% Increase
Total OPEB Liability	\$ 45,440,657	\$ 55,522,643	\$ 69,120,082

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022, the Sheriff recognized total OPEB expense of \$5,399,208. As of June 30, 2022, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (4,672,384)
Changes of assumptions	4,917,991	(16,766,634)
Totals	\$ 4,917,991	\$(21,439,018)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Amount
2023	\$ (1,788,862)
2024	(1,788,862)
2025	(1,772,688)
2026	(1,894,009)
2027	(2,265,112)
Thereafter	(7,011,494)
Total	\$(16,521,027)

Note 11 - PENSION PLAN

Plan Description - The Sheriff contributes to the Sheriffs' Pension and Relief Fund (the "System"), 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 employees of Sheriff's offices throughout the State of Louisiana. The Sheriff's 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 Sheriff's Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, Louisiana 70802.

Benefits Provided. The System provides retirement, deferred retirement, disability and death benefits. Members who became eligible on or before December 31, 2011, with twelve years of creditable service may retire at age 55, members with thirty years may retire regardless of age. The retirement allowance is equal to three and one-third percent of the member's average final compensation multiplied by his years of creditable service, not to exceed (after reduction for optional payment form) 100% of average final compensation. Active, contributing members with at least ten years of creditable service may retire at age 60. The accrued normal retirement benefit is reduced for each month retirement begins prior to normal retirement date. For members who became eligible on or after January 1, 2012, with twelve years of creditable service may retire at age 62, members with twenty years of service may retire at age 60; members with thirty or more years of service may retire at age 55. The benefit accrual rate for members with less than thirty years of creditable service is 3% per year, while members with thirty or more years the benefit accrual rate is 3 $\frac{1}{3}$ % per year. The retirement allowance is equal the benefit accrual rate times the member's average final compensation multiplied by his years of creditable service, not to exceed (after reduction for optional payment form) 100% of average final compensation. For a member whose first employment making him eligible for membership in the System began on or before June 30, 2006, final average compensation is based on the average monthly earnings during the highest thirty-six consecutive months or joined months if service was interrupted. For a member whose first employment making him eligible for membership in the System began after June 30, 2006, final average compensation is based on the average monthly earnings during the highest 60 consecutive months or joined months if service was interrupted. For a member, whose first employment making him eligible for membership in the System began before July 1, 2013, the earnings to be considered for each 12 month period within the applicable 36 or 60 month period shall not exceed 125% of the preceding 12 month period earnings. For a member, whose first employment making him eligible for membership in the System began on or after July 1, 2013 the earning to be considered for each 12 month period within the 60 month period shall not exceed 115% of the preceding 12 month period earnings.

Note 11 - PENSION PLAN (Continued)

In lieu of receiving a service retirement allowance, any member of the fund who has more than sufficient service for a regular service retirement may elect to receive a “DROP” benefit. The DROP period is the lesser of three years or the service accrued between the time a member first becomes eligible for retirement and his actual date of retirement. The member’s employee retirement contributions are also credited to his account during the DROP period. At retirement, the member will receive a lump-sum payment equal to the monthly benefit multiplied by the number of months in the DROP period. A member is eligible to receive disability benefits if he has at least ten years of creditable service when a non-service related disability is incurred; there are no service requirements for a service related disability. Death benefits are payable to eligible surviving dependents based on the deceased member’s years of creditable service and compensation and the dependent’s relationship to the deceased member. The System provides permanent benefit increases, cost of living adjustments (COLA) as approved by the State Legislature.

Contributions. According to state statute, contribution requirements for all employees are actuarially determined each year. For the years ending June 30, 2022 and 2021, the actual employer contribution rate was 12.25%. The actual rate differs from the actuarially required rate due to state statutes that require the contribution rate be calculated and set two years prior to the year effective.

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

Contributions to the System from the Sheriff were \$1,900,330 for the year ended June 30, 2022.

Pension Assets. As of June 30, 2022, the Sheriff reported an asset of \$951,469 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2021 and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Sheriff’s proportion of the net pension asset was based on a projection of the Sheriff’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of June 30, 2021, the Sheriff’s proportion was 1.92003%, which was an increase of 0.22385% from its proportion measured as of June 30, 2020.

Pension Benefit. For the year ended June 30, 2022, the Sheriff recognized pension benefit of \$792,301.

Note 11 - PENSION PLAN (Continued)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.

As of June 30, 2022, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ (1,324,838)
Net difference between projected and actual earnings on pension plan investments	-	(8,592,164)
Change in proportion	811,866	(1,233,406)
Change in assumptions	2,927,913	-
Sheriff contributions subsequent to the measurement date	<u>1,900,330</u>	<u>-</u>
	<u>\$ 5,640,109</u>	<u>\$(11,150,408)</u>

The Sheriff reported \$1,900,330 as deferred outflows of resources related to pensions resulting from the Sheriff's contributions subsequent to the measurement date and will be recognized as a reduction of the net pension asset in the valuation for the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>Year Ending June 30,</u>	<u>Amount</u>
▣ 2023		\$(1,581,111)
▣ 2024		(1,491,099)
▣ 2025		(1,756,592)
▣ 2026		<u>(2,581,827)</u>
Total		<u>\$(7,410,629)</u>

Note 11 - PENSION PLAN (Continued)

Actuarial Assumptions. A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2021 are as follows:

Valuation date	June 30, 2021
Actuarial cost method	Individual Entry Age Normal Method
Actuarial assumptions:	
Expected remaining service lives	5 years (2020, 2019, and 2018 6 years, 2017 and 2016 7 years).
Investment rate of return	6.90%, net of investment expense.
Discount rate	6.90%
Projected salary increases	5.00 % (2.50% inflation, 2.50% merit).
Mortality rates	Pub-2010 Public Retirement Plans Mortality Table for Safety Below - Median Employees multiplied by 120% for males and 115% for females, each with full generational projection using the MP2019 scale.
Cost of living adjustments	The present value of future retirement benefits is based on benefits currently being paid by the Fund and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Estimates of arithmetic real rates of return for each major asset class based on the System's target asset allocation as of June 30, 2021 are as shown on the next page:

Note 11 - PENSION PLAN (Continued)

Asset Class	Target Allocation	Real Return Arithmetic Basis	Long-Term Expected Real Rate of Return
Equity securities	62.00%	7.08%	4.39%
Fixed income	25.00%	1.44%	0.36%
Alternative investments	13.00%	4.38%	0.57%
Totals	100.00%		5.32%
Inflation			2.55%
Expected arithmetic nominal return			7.87%

Discount Rate. The discount rate used to measure the collective pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by Public Retirement Systems’ Actuarial Committee (PRSAC) taking into consideration the recommendation of the System’s actuary. Based on those assumptions, the System’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Sheriff’s Proportionate Share of the Collective Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the Sheriff’s proportionate share of the Collective Net Pension Liability (Asset) using the discount rate of 6.90%, as well as what the Sheriff’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage-point lower (5.90%) or one percentage-point higher (7.90%) than the current rate:

	1.0% Decrease (5.90%)	Current Discount Rate (6.90%)	1.0% Increase (7.90%)
Sheriff’s proportionate share of the net pension liability (asset)	\$ 10,447,028	\$ (951,469)	\$(10,454,180)

Pension Plan Fiduciary Net Position. The Sheriff’s Pension and Relief Fund has issued a stand-alone audit report on their financial statements for the year ended June 30, 2021. Access to the report can be found on the Louisiana Legislative Auditor’s website, www.la.gov.

Note 12 - DEFERRED COMPENSATION PLAN

The Sheriff offers its employees participation in the Louisiana Public Employees Deferred Compensation Plan adopted by the Louisiana Deferred Compensation Commission and established in accordance with Internal Revenue Code Section 457. Complete disclosures relating to the plan are included in the separately issued audit report for the plan, available from the Louisiana Legislative Auditor, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397. During the year then ended June 30, 2022, the Sheriff contributed \$279,733 to the Plan.

Note 13 - TAXES PAID UNDER PROTEST

The unsettled balance due to taxing authorities in the Fiduciary Fund as of June 30, 2022 includes \$2,264 of taxes paid under protest and interest earned on the investment of these funds. These funds are held pending resolution of the protest and are accounted for in the Tax Collector Custodial Fund.

Note 14 - LITIGATION, CLAIMS, AND RISK MANAGEMENT

The Sheriff's Office is exposed to various risks of losses related to general liability, auto liability; property, and group health benefits. For the year ending June 30, 2022, the Sheriff purchased commercial liability insurance to cover risk of loss related to torts or negligence by employees. Commercial insurance has also been obtained to cover real and personal property, general liability, automobile, crime, and law enforcement liability. Management believes coverage obtained will adequately cover any future claims.

As of June 30, 2022, the Sheriff is involved in various lawsuits claiming damages. Some of these lawsuits seek substantial amounts. The Sheriff plans to vigorously oppose these suits and, based on the advice of counsel, does not believe their ultimate disposition will materially affect the accompanying financial statements.

Note 15 - COMMITMENTS AND CONTINGENCIES

The Terrebonne Parish Clerk of Court is required to remit specific costs back to the Sheriff's Office for process services provided by the Sheriff's Office related to court cases. The Sheriff identifies an estimate of approximately \$853,000 is due to the Sheriff's Office for services rendered on both settled and unsettled court cases. This amount, which is unrecorded, is identified by the Sheriff's internal audit and confirmed by the Terrebonne Parish Clerk of Court.

Note 16 - STATE OF LOUISIANA TAX ABATEMENTS

The Sheriff's ad valorem tax revenues were reduced by \$190,585 under agreements entered with the State of Louisiana.

Note 17 - SUBSEQUENT EVENTS

Management evaluates events occurring subsequent to the date of financial statements in determining the accounting for and disclosure of transactions and events that effect the financial statements. Subsequent events have been evaluated through December 20, 2022, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND**

Terrebonne Parish Sheriff

For the year ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Ad valorem taxes	\$ 7,640,800	\$ 7,346,322	\$ 7,321,672	\$ (24,650)
Sales and use taxes	10,900,000	14,391,978	14,703,141	311,163
Intergovernmental revenues:				
Federal grants	109,432	1,827,116	4,239,456	2,412,340
State revenue sharing, net	216,000	144,755	217,132	72,377
State supplemental pay	1,212,000	1,391,753	1,265,600	(126,153)
State gaming revenue	760,000	1,017,941	1,295,176	277,235
State grants	36,000	46,697	47,462	765
Local grants	-	15,229	15,229	-
Fees, charges, and commissions for services:				
Contract services	2,893,690	1,961,332	1,920,395	(40,937)
Civil and criminal fees and commissions	1,086,295	1,308,442	1,245,989	(62,453)
Feeding, keeping, and transporting prisoners	2,633,370	946,066	1,030,298	84,232
Other	1,455,410	1,730,463	1,983,523	253,060
Interest	1,506	130	374	244
Total revenues	<u>28,944,503</u>	<u>32,128,224</u>	<u>35,285,447</u>	<u>3,157,223</u>
Expenditures				
Current:				
Public safety:				
Personal services and related benefits	21,114,611	21,961,921	23,094,877	(1,132,956)
Operating services	1,036,000	835,437	843,754	(8,317)
Operation and maintenance	5,708,985	5,450,702	6,069,255	(618,553)
Travel and other charges	34,136	58,821	81,977	(23,156)
Debt service:				
Principal	-	314,000	314,000	-
Issuance costs	-	54,971	60,194	(5,223)
Interest	3,617	28,541	28,541	-
Capital outlay - lease	-	-	254,195	(254,195)
Capital outlay	688,800	5,585,206	6,615,965	(1,030,759)
Total expenditures	<u>28,586,149</u>	<u>34,289,599</u>	<u>37,362,758</u>	<u>(3,073,159)</u>
Excess (Deficiencies) of Revenues Over Expenditures	<u>358,354</u>	<u>(2,161,375)</u>	<u>(2,077,311)</u>	<u>84,064</u>
Other Financing Sources and Uses				
Issuance of limited tax bond	-	4,040,000	4,040,000	-
Issuance of hurricane bond	-	22,980	22,980	-
Lease proceeds	-	-	254,195	254,195
Insurance proceeds	30,000	2,055,059	2,066,448	11,389
Sale of surplus equipment	-	75,763	55,596	(20,167)
Total other financing uses	<u>30,000</u>	<u>6,193,802</u>	<u>6,439,219</u>	<u>245,417</u>
Net Change in Fund Balance	<u>388,354</u>	<u>4,032,427</u>	<u>4,361,908</u>	<u>329,481</u>
Fund Balance				
Beginning of year	<u>2,786,831</u>	<u>11,624,900</u>	<u>11,624,900</u>	<u>-</u>
End of year	<u>\$ 3,175,185</u>	<u>\$ 15,657,327</u>	<u>\$ 15,986,808</u>	<u>\$ 329,481</u>

NOTES TO BUDGETARY COMPARISON SCHEDULE**Terrebonne Parish Sheriff**

June 30, 2022

Note 1 - BASIS OF ACCOUNTING

Budgeted amounts are as originally adopted or as finally amended by the Sheriff. The budget is adopted on a basis consistent with generally accepted accounting principles (GAAP).

Note 2 - BUDGETS

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

- The chief civil deputy - financial officer prepares a proposed budget for the General Fund and submits it to the Sheriff for the fiscal year no later than fifteen days prior to the beginning of each year.
- A summary of the proposed budget is published and the public notice that the proposed budget is available for public inspection. At the same time, a public hearing is called.
- A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- 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.
- All budgetary appropriations lapse at the end of each fiscal year.

**SCHEDULE OF CHANGES IN THE SHERIFF'S TOTAL
OPEB LIABILITY AND RELATED RATIOS**

Terrebonne Parish Sheriff

For the year ended June 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability:					
Service cost	\$ 5,572,689	\$ 4,566,958	\$ 3,281,950	\$ 3,017,871	\$ 3,030,930
Interest	1,666,023	1,551,791	2,139,836	2,022,534	1,734,547
Difference between expected and actual experience	(4,096,600)	-	(604,192)	-	(1,833,999)
Changes in assumptions or other inputs	(18,916,203)	270,844	3,413,167	4,082,118	1,419,013
Benefit payments	(519,738)	(443,373)	(429,783)	(588,857)	(465,898)
Net change in total OPEB liability	(16,293,829)	5,946,220	7,800,978	8,533,666	3,884,593
Total OPEB liability, beginning of year	<u>71,816,472</u>	<u>65,870,252</u>	<u>58,069,274</u>	<u>49,535,608</u>	<u>45,651,015</u>
Total OPEB liability, end of year	<u>\$ 55,522,643</u>	<u>\$ 71,816,472</u>	<u>\$ 65,870,252</u>	<u>\$ 58,069,274</u>	<u>\$ 49,535,608</u>
Covered employee payroll	<u>\$ 15,886,449</u>	<u>\$ 12,306,274</u>	<u>\$ 12,372,181</u>	<u>\$ 12,088,369</u>	<u>\$ 13,728,991</u>
Total OPEB liability as a percentage of covered employee payroll	<u>349.50%</u>	<u>583.58%</u>	<u>532.41%</u>	<u>480.37%</u>	<u>360.81%</u>
Notes to schedule:					
Changes of benefit terms:	None	None	None	None	None
Changes of assumptions and other inputs reflected the effects of changes in the discounts rate each period:	<u>3.54%</u>	<u>2.16%</u>	<u>2.21%</u>	<u>3.50%</u>	<u>3.62%</u>

The schedule is provided prospectively beginning with the Sheriff's fiscal year ended June 30, 2018 and is intended to show a ten year trend. Additional years will be reported as they become available.

**SCHEDULE OF THE SHERIFF'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY (ASSETS)**

Terrebonne Parish Sheriff

June 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Sheriff's proportion of the net pension liability (asset)	<u>1.920030%</u>	<u>1.69617%</u>	<u>1.91307%</u>	<u>2.15269%</u>	<u>2.15396%</u>	<u>2.27551%</u>	<u>2.23508%</u>	<u>2.15876%</u>
Sheriff's proportionate share of the net pension liability (asset)	<u>\$ (951,469)</u>	<u>\$ 11,739,473</u>	<u>\$ 9,049,268</u>	<u>\$ 8,254,802</u>	<u>\$ 9,327,249</u>	<u>\$ 14,442,398</u>	<u>\$ 9,962,908</u>	<u>\$ 9,886,954</u>
Sheriff's covered-employee payroll	<u>\$ 13,994,178</u>	<u>\$ 12,522,279</u>	<u>\$ 13,368,539</u>	<u>\$ 14,816,355</u>	<u>\$ 13,749,637</u>	<u>\$ 15,611,414</u>	<u>\$ 14,831,345</u>	<u>\$ 13,860,372</u>
Sheriff's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	<u>-6.799%</u>	<u>93.749%</u>	<u>67.691%</u>	<u>55.714%</u>	<u>67.836%</u>	<u>92.512%</u>	<u>67.175%</u>	<u>71.333%</u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	<u>101.04%</u>	<u>84.73%</u>	<u>88.91%</u>	<u>90.41%</u>	<u>88.49%</u>	<u>82.10%</u>	<u>86.61%</u>	<u>87.34%</u>

The schedule is provided prospectively beginning with the Sheriff's fiscal year ended June 30, 2015 and is intended to show a ten year trend. Additional years will be reported as they become available.

SCHEDULE OF SHERIFF CONTRIBUTIONS

Terrebonne Parish Sheriff

June 30, 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contributions	\$ 1,900,330	\$ 1,714,228	\$ 1,533,979	\$ 1,637,646	\$ 1,889,085	\$ 1,821,827	\$ 2,146,174	\$ 2,113,467
Contributions in relation to the contractually required contribution	<u>(1,900,330)</u>	<u>(1,714,228)</u>	<u>(1,533,979)</u>	<u>(1,637,646)</u>	<u>(1,889,085)</u>	<u>(1,821,827)</u>	<u>(2,146,174)</u>	<u>(2,109,110)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ 4,357</u> ⁽¹⁾						
Sheriff's covered-employee payroll	<u>\$ 15,512,900</u>	<u>\$ 13,994,178</u>	<u>\$ 12,522,279</u>	<u>\$ 13,368,539</u>	<u>\$ 14,816,355</u>	<u>\$ 13,749,637</u>	<u>\$ 15,611,414</u>	<u>\$ 14,831,345</u>
Contributions as a percentage of covered-employee payroll	<u>12.25%</u>	<u>12.25%</u>	<u>12.25%</u>	<u>12.25%</u>	<u>12.75%</u>	<u>13.25%</u>	<u>13.75%</u>	<u>14.22%</u>

⁽¹⁾ Difference due to refunds or timing matters during the year.

The schedule is provided prospectively beginning with the Sheriff's fiscal year ended June 30, 2015 and is intended to show a ten year trend. Additional years will be reported as they become available.

SUPPLEMENTARY INFORMATION SECTION

COMBINING STATEMENT OF FIDUCIARY NET POSITION:
CUSTODIAL FUNDS

Terrebonne Parish Sheriff

For the year ended June 30, 2022

	<u>Sheriff's Fund</u>	<u>Tax Collector Fund</u>	<u>Bonds and Fines Fund</u>	<u>Inmate Deposit Fund</u>	<u>Total Custodial Funds</u>
Assets					
Cash	<u>\$ 55,729</u>	<u>\$ 501,596</u>	<u>\$ 974,063</u>	<u>\$ 728,752</u>	<u>\$ 2,260,140</u>
Liabilities					
Due to taxing authorities	\$ -	\$ 499,332	\$ -	\$ -	\$ 499,332
Due to other governments and others	<u>55,729</u>	<u>-</u>	<u>974,063</u>	<u>728,752</u>	<u>1,758,544</u>
Total liabilities	<u>55,729</u>	<u>499,332</u>	<u>974,063</u>	<u>728,752</u>	<u>2,257,876</u>
Fiduciary, net position					
Held for others	<u>-</u>	<u>2,264</u>	<u>-</u>	<u>-</u>	<u>2,264</u>
Total liabilities and fiduciary net position	<u>\$ 55,729</u>	<u>\$ 501,596</u>	<u>\$ 974,063</u>	<u>\$ 728,752</u>	<u>\$ 2,260,140</u>

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION:
CUSTODIAL FUNDS

Terrebonne Parish Sheriff

For the year ended June 30, 2022

	Sheriff's Fund	Tax Collector Fund	Bonds and Fines Fund	Inmate Deposit Fund	Total Custodial Funds
Additions:					
Deposits:					
Suits, sales and garnishments	\$ 2,712,820	\$ -	\$ -	\$ -	\$ 2,712,820
Bonds	-	-	1,019,349	-	1,019,349
Fines and costs	-	-	139,520	-	139,520
Prisoner deposits	-	-	-	2,995,646	2,995,646
Taxes, fees, etc., paid to tax collector	-	97,600,143	-	-	97,600,143
Interest	-	111,873	57	-	111,930
Total additions	<u>2,712,820</u>	<u>97,712,016</u>	<u>1,158,926</u>	<u>2,995,646</u>	<u>104,579,408</u>
Reductions:					
Taxes, fees, etc. distributed to taxing bodies and others	-	97,737,181	-	-	97,737,181
Deposits settled to:					
Sheriff's General Fund	182,050	-	176,302	1,299,218	1,657,570
Clerk of Court	145,560	-	36,673	-	182,233
Criminal Court Fund	-	-	201,952	-	201,952
District Attorney	-	-	151,277	-	151,277
Indigent defender board	-	-	157,583	-	157,583
Inmate commissary purchases	-	-	-	581,680	581,680
Inmate withdrawals	-	-	-	648,454	648,454
Litigants	2,325,731	-	-	-	2,325,731
Other settlements	59,479	-	435,139	466,294	960,912
Total reductions	<u>2,712,820</u>	<u>97,737,181</u>	<u>1,158,926</u>	<u>2,995,646</u>	<u>104,604,573</u>
Net increase (decrease) in fiduciary net position	<u>-</u>	<u>(25,165)</u>	<u>-</u>	<u>-</u>	<u>(25,165)</u>
Net position, beginning of year	<u>-</u>	<u>27,429</u>	<u>-</u>	<u>-</u>	<u>27,429</u>
Net position, end of year	<u>\$ -</u>	<u>\$ 2,264</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,264</u>

SCHEDULE OF AD VALOREM TAXES
COLLECTED AND ASSESSED AND UNCOLLECTED

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Description	Taxes Collected	Taxes Assessed and Uncollected
Law Enforcement Taxes		
Law Enforcement	\$ 7,337,494	\$ 99,986
District Taxes/Special Fees		
Assessment District		
Terrebonne Levee District	4,733,555	64,503
Veterans Memorial (Mtce)	484,004	6,595
Bayou Blue Fire District (Mtce)	411,544	1,242
Bayou Cane Fire District (Mtce)	4,737,282	12,108
Coteau Fire District (Mtce)	851,575	88
Fire District No. 4A (Mtce)	1,333,968	54,533
Fire District No. 5 (Bonds)	270,640	1,077
Fire District No. 5 (Mtce)	759,692	3,024
Fire District No. 6 (Mtce)	629,141	5,864
Fire District No. 7 (Mtce)	769,717	75,479
Fire District No. 8 (Mtce)	423,502	671
Fire District No. 9 (Mtce)	389,109	15,437
Fire District No. 10 (Bonds)	75,998	891
Fire District No. 10 (Mtce)	873,979	10,246
Schriever Fire District (Bonds)	179,101	315
Schriever Fire District (Mtce)	1,791,013	3,146
Village East Fire District (Mtce)	465,860	25,254
Recreation District No. 1 (Mtce)	1,200,906	1,686
Recreation District No. 23 (Mtce)	1,456,284	2,933
Recreation District No. 3 (Mtce)	171,640	2,854
Recreation District No. 11 (Mtce)	1,273,012	7,309
Recreation District No. 4 (Mtce)	537,585	21,584
Recreation District No. 5 (Bonds)	378,744	1,573
Recreation District No. 5 (Mtce)	656,092	2,725
Recreation District No. 6 (Bonds)	131,317	1,224
Recreation District No. 6 (Mtce)	587,985	5,480
Recreation District No. 7 (Mtce)	459,629	44,399

**Schedule 3
(Continued)**

Description	Taxes Collected	Taxes Assessed and Uncollected
District Taxes/Special Fees (Continued)		
Recreation District No. 8 (Mtce)	362,311	574
Recreation District No. 9 (Mtce)	643,298	15,200
Recreation District No. 10 (Mtce)	435,088	5,101
Tax Commission Fee No. 1	5,163	
Tax Commission Fee No. 2	46,110	
Bayou Lafourche Freshwater	2,013,455	27,437
Parish Taxes		
Parish Tax	2,625,691	38,686
Sewerage Tax (Bonds)	396,883	5,408
Health Unit (Mtce)	638,885	8,706
Drainage Tax (Bonds)	406,563	5,540
Drainage Tax (Mtce)	6,921,251	94,314
Roads and Bridges (Bonds)	406,563	5,540
Recreation Tax (Mtce)	2,139,296	29,151
Terrebonne ARC	5,043,317	68,724
Sanitation District (Mtce)	9,651,032	131,512
Mental Health	406,563	5,540
Council on Aging	7,260,054	98,930
Youth Detention Center(1)	929,287	12,663
Youth Detention Center(2)	909,927	12,399
Road District No. 6 (Mtce)	32,140	300
Road Light No. 1 (Mtce)	30,899	59
Road Light No. 2 (Mtce)	510,936	1,303
Road Light No. 3A (Mtce)	482,162	5,412
Road Light No. 4 (Mtce)	194,496	7,809
Road Light No. 5 (Mtce)	119,289	495
Road Light No. 6 (Mtce)	97,995	913
Road Light No. 7 (Mtce)	145,144	14,021
Road Light No. 8 (Mtce)	80,513	128
Road Light No. 9 (Mtce)	73,416	1,801
Road Light No. 10 (Mtce)	180,495	2,116
City Ad Valorem Tax	1,575,004	5,122
City of Houma Fire Protection District	1,290,478	4,196
City of Houma Police Protection District	1,290,478	4,196
Nuisance Fee	4,381	
School Board Taxes		
School Tax Maint/Regular	3,736,508	50,916
School Tax Maint/Special	5,236,919	71,362
	<u>\$ 89,692,358</u>	<u>\$ 1,207,800</u>

**SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER
PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER**

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Agency Head Name: Timothy Soignet, Sheriff

Purpose	
Salary	\$ 165,869
Benefits - insurance	7,291
Benefits - retirement	19,787
Benefits - deferred compensation	9,231
Car allowance	-
Vehicle provided by government	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Meals	-
	<hr/>
	<u>\$ 202,178</u>

**AFFIDAVIT OF CASH ON HAND AND OF TAXES
COLLECTED AND ASSESSED AND UNCOLLECTED**

Terrebonne Parish Sheriff

June 30, 2022

State of Louisiana
Parish of Terrebonne

Before me, the undersigned authority, personally came and appears, Timothy Soignet, the Sheriff of Terrebonne Parish, State of Louisiana, who after being duly sworn, deposed and said:

The following information is true and correct:

\$501,596 is the amount of cash on hand in the tax collector account as of June 30, 2022, of which \$2,264 has been paid under protest and held in a separate and special account pending adjudication by the courts.

He further deposed and said:

All itemized statements of the amount of taxes collected for the tax year 2022 by taxing authority, are true and correct.

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

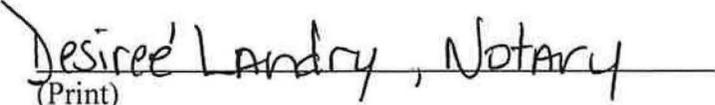


Timothy Soignet, Sheriff
Terrebonne Parish

Sworn to and subscribed before me, Notary, this 20th day of December, 2022 in my office in Houma, Louisiana.


(Signature)

174525


(Print)


(Sheriff)



DESIREE LANDRY
Notary Public
Notary ID No. 174525
Terrebonne Parish, Louisiana

JUSTICE SYSTEM FUNDING SCHEDULE -
COLLECTING/DISBURSING ENTITY
AS REQUIRED BY ACT 87 OF THE
2020 REGULAR LEGISLATIVE SESSION

Terrebonne Parish Sheriff

June 30, 2022

	First Six Month Period Ended December 31, 2021	Second Six Month Period Ended June 30, 2022
Beginning balance of amounts collected	\$ 1,230,156	\$ 1,111,167
Collections:		
Criminal court costs/fees	195,171	183,769
Criminal fines - other	47,586	40,311
Civil fees	1,149,594	1,563,226
Restitution	1,375	5,283
Interest earnings on collected balances	28	27
Bond fees 380, 942, BR, 2%	159,422	201,491
Service/collection fees	-	-
Other - cash bonds	163,404	161,058
Other - civil	-	-
Subtotal collections	<u>1,716,580</u>	<u>2,155,165</u>
Disbursements to Governments and Nonprofits:		
Terrebonne Parish Criminal Court fund	100,144	94,178
Terrebonne Criminal Court fund (boykin)	3,710	3,920
Terrebonne Indigent Defenders Office, fines and costs	28,245	22,705
Terrebonne Indigent Defenders Office	6,043	5,849
Terrebonne Indigent Defenders Office, 2%	53,120	41,622
Law clerk fund, fines and costs	13,410	11,520
Law clerk fund, 2%	53,120	41,622

**Schedule 6
(Continued)**

	First Six Month Period Ended December 31, 2021	Second Six Month Period Ended June 30, 2022
Disbursements to Governments and Nonprofits: (Continued)		
Terrebonne Parish Sheriff's Office, fines and costs	17,628	18,748
Terrebonne Parish Sheriff's Office, Act 942	1,108	900
Terrebonne Parish Sheriff's Office, Act 380, br	9,635	5,915
Terrebonne Parish Sheriff's Office, 2%	53,121	41,622
Terrebonne Parish Sheriff's Office, DARE	4,900	2,500
Terrebonne Parish Sheriff's Office, civil	70,653	113,281
Terrebonne Parish Sheriff's Office, civil - property taxes	331	916
Terrebonne Parish Clerk of Court, fines and costs	18,788	15,878
Terrebonne Parish Clerk of Court, Act 942	1,108	900
Terrebonne Parish Clerk of Court, civil fees	80,693	64,866
Terrebonne Parish District Attorney, fines and costs	26,414	23,093
Terrebonne Parish District Attorney, Act 942	3,878	3,150
Terrebonne Parish District Attorney, 2%	53,120	41,622
Louisiana Commission On Law Enforcement (training)	1,054	855
Louisiana Commission On Law Enforcement (fines and costs)	2,453	2,925
Louisiana Commission On Law Enforcement (CVRF)	1,583	1,405
Louisiana Commission On Law Enforcement (drug)	50	50
Louisiana Wildlife And Fisheries (Act 724)	90	35
Court Management Information System	1,614	1,301
Office of State Police, Act 942	1,108	900

**Schedule 6
(Continued)**

	<u>First Six Month Period Ended December 31, 2021</u>	<u>Second Six Month Period Ended June 30, 2022</u>
Disbursements to Governments and Nonprofits: (Continued)		
Terrebonne Parish Consolidated Government (subpoena fees)	2,690	2,160
Terrebonne Parish Consolidated Government (Crime Stoppers)	1,076	861
Terrebonne Parish Consolidated Government (coroner fees)	1,170	885
Terrebonne Parish Consolidated Government (HPD)	300	300
Louisiana Supreme Court (Act 405)	259	136
Department of Corrections (LA doc)	2,825	2,850
Department of Health and Hospitals - State of Louisiana/th/scitf (Act 654)	2,925	3,630
City Court of Houma bonds	3,271	5,430
Southeast lab (Nicholls State University)	50	450
Check charges	396	2,427
Transfer to partial payment account	10,483	8,222
Bank charges/service charge	-	-
Attorneys	988,333	1,336,684
Houma Courier	4,683	11,397
Miscellaneous	5,764	15,230
Amounts retained by Collecting Agency		
Amounts "Self-Disbursed" to collecting agency	11,112	9,114
Disbursement to Individuals/3rd Party Collections or Processing Agencies:		
Restitution payments to individuals	8,849	3,818
Bond fees refunds	180,362	267,390
Other disbursements to individuals	3,900	3,278
Payments to 3rd party collection/processing agencies	-	-
	1,835,569	2,236,540
Subtotal disbursements/retainage		
Ending balance of amounts collected but not disbursed/retained	<u>\$ 1,111,167</u>	<u>\$ 1,029,792</u>

SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS

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

To the Honorable Timothy Soignet,
Terrebonne Parish Sheriff,
Houma, Louisiana.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the General Fund and the Fiduciary Fund of the Terrebonne Parish Sheriff (the “Sheriff”) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Sheriff’s basic financial statements and have issued our report thereon dated December 20, 2022.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 financial statements. 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 an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2022-001.

Purpose of this Report

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



Certified Public Accountants.

Houma, Louisiana,
December 20, 2022.

INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED
BY THE UNIFORM GUIDANCE

To the Honorable Timothy Soignet,
Terrebonne Parish Sheriff,
Houma, Louisiana.

Report on Compliance for Each Major Federal Program

Opinion of Each Major Federal Program

We have audited the compliance of the Terrebonne Parish Sheriff’s (the “Sheriff”) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Sheriff’s major federal programs for the year ended June 30, 2022. The Sheriff’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Sheriff complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs of the year end June 30, 2022.

Basis for Opinion of Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Our responsibility under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Sheriff and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Sheriff’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Sheriff's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Sheriff's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the Sheriff's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risk. Such procedures include examining, on a test basis, evidence regarding the Sheriff's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Sheriff's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Sheriff's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of the internal control over compliance was for the limited purpose described in the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given those limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weakness., as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expression on opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, Louisiana
December 20, 2022.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Federal Grant/Pass Through Grantor/Program Title	Federal Assistance Listing	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures	Subrecipients
U.S. Department of Transportation:				
<u>Pass-Through Programs From:</u>				
<u>Louisiana Highway Safety Commission:</u>				
Alcohol Open Container Requirements High Visibility Traffic Safety Enforcement - 154 Transfer Funds	20.607	2022-30-70	\$ 2,303	\$ -
Highway Safety Cluster:				
State and Community Highway Safety:				
High Visibility Traffic Safety Enforcements - NHTSA 402	20.600	2022-30-70	120	-
FFY 2021 Special Wave Enforcement - NHTSA 402	20.600	2021-35-29	240	-
Total U.S. Department of Transportation			2,663	-
U.S. Department Homeland Security				
<u>Pass-Through Programs From:</u>				
<u>Louisiana Office of Homeland Security and Emergency Preparedness:</u>				
Disaster Grants - Public Assistance (President Declared Disaster)				
Hurricane Ida - PW 172	97.036	DR 4611	215,777	-
Hurricane Ida - PW 611	97.036	DR 4611	8,100	-
Hurricane Ida - PW 36	97.036	DR 4611	174,154	-
Hurricane Ida - PW 100	97.036	DR 4611	907,946	-
Hurricane Ida - PW 228	97.036	DR 4611	14,546	-
Hurricane Ida - PW 309	97.036	DR 4611	1,845,817	-
Hurricane Ida - PW 277	97.036	DR 4611	13,347	-
Hurricane Laura - PW 85	97.036	DR 4559	140,378	-
Hurricane Laura - Assist Beauregard	97.036	DR 4559	42,630	-
Hurricane Zeta - PW 48	97.036	DR 4577	9,184	-
COVID 19 Disaster	97.036	DR 4484	46,501	-
Total U.S. Department of Homeland Security			3,418,380	-
U.S. Department of Justice				
Office of Justice Programs:				
Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0399	17,712	-
Equitable Sharing Program	16.922		3,488	-
Overtime Hour Reimbursement - Russell Hornsby	16.922		15,762	-
Overtime Hour Reimbursement - Shelly Liner	16.922		19,843	-
ICE Overtime Reimbursement	N/A		4,468	-
Subtotal Direct Programs			61,273	-
<u>Pass-Through Programs From:</u>				
<u>Louisiana Commission on Law Enforcement:</u>				
Edward Byrne Memorial Justice Assistance Program - Street Sales Disruption	16.738	2019-DJ-01-6120	6,675	-
Subtotal Pass-Through Programs			6,675	-
Total U.S. Department of Justice			67,948	-
Total Expenditures of Federal Awards			\$ 3,488,991	\$ -

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Terrebonne Parish Sheriff

June 30, 2022

Note 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the SEFA) includes the federal award activity of the Terrebonne Parish Sheriff (the "Sheriff") under programs of the federal government for the year ended June 30, 2022. The information in the SEFA is presented in accordance with the requirements of Uniform Guidance. Because the SEFA presents only a selected portion of the operation of the Sheriff it is not intended to and does not present the financial position, changes in net position, or cash flows of the Sheriff.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (1) Expenditures reported on the SEFA are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) The Sheriff has elected not to use the 10% *de minimis* indirect cost rate as allowed under the Uniform Guidance.

Note 3 - SUBRECIPIENTS

The Terrebonne Parish Sheriff did not pass-through any of its federal awards to a subrecipient during the fiscal year.

Note 4 - FINDINGS OF NONCOMPLIANCE

There were no federal award findings or questioned costs reported during the audit for the year ended June 30, 2022.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Section I - Summary of Auditor's Results

a) Financial Statements

Type of auditor's report issued: unmodified

Internal control over financial reporting:

- Material weakness(as) identified? Yes No
- Significant deficiency(is) identified that are not considered to be a material weakness? Yes None reported

Noncompliance material to financial statements noted? Yes No

b) Federal Awards

Internal control over major programs:

- Material weakness(as) identified? Yes No
- Significant deficiency(is) identified that are not considered to be a material weakness? Yes None reported

Type of auditor's report issued on compliance for major programs: unmodified

- Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance Requirements? Yes No

Section I - Summary of Auditor’s Results (Continued)

c) Identification of Major Programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program</u>
97.036	Disaster Grants - Public Assistance

Dollar threshold used to distinguish
between Type A and Type B programs: \$750,000

Auditee qualified as a low-risk auditee? Yes X No

**Section II - Internal Control Over Financial Reporting and Compliance and Other Matters
Material to the Basic Financial Statements**

Internal Control Over Financial Reporting

No internal control over financial reporting findings were reported during the audit for the year ended June 30, 2022.

Compliance and Other Matters

2022-001 Budget Variance

Criteria - State Law (R.S. 39:1311), requires the chief executive or administrative officer advise the governing authority when actual expenditures exceed budgeted expenditures by greater than 5%.

Condition - Actual expenditures exceeded budgeted expenditures by greater than 5%.

Cause - The Sheriff did not amend the budget when actual expenditures exceeded budgeted expenditures by greater than 5%.

Effect - The variance between budgeted and actual expenditures was greater than 5%.

Recommendation - We recommend that the Sheriff implement procedures to ensure the budget is amended when actual expenditures exceed budgeted expenditures by greater than 5%.

Section III - Federal Award Findings and Questioned Costs

Internal Control and Compliance Material to Federal Awards

No material weaknesses were reported during the audit for the year ended June 30, 2022.

No reportable conditions were reported during the audit for the year ended June 30, 2022.

Compliance and Other Matters

No compliance findings material to the financial statements were reported during the year ended June 30, 2022.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Section I - Internal Control and Compliance Material to the Financial Statements

Internal Control Over Financial Reporting

No internal control over financial reporting findings were reported during the audit for the year ended June 30, 2021.

Compliance and Other Matters

No compliance findings material to the financial statements were reported during the year ended June 30, 2021.

Section II - Internal Control and Compliance Material to Federal Awards

There were no federal award findings or questioned costs reported during the audit of the financial statements for the year ended June 30, 2021.

Section III - Management Letter

A management letter was not issued in connection with the audit of the Sheriff's financial statements as of and for the year ended June 30, 2021.

MANAGEMENT'S CORRECTIVE ACTION PLAN

Terrebonne Parish Sheriff

For the year ended June 30, 2022

Section I - Internal Control and Compliance Material to the Basic Financial Statements

Internal Control Over Financial Reporting

No internal control over financial reporting findings were reported during the audit for the year ended June 30, 2022.

Compliance and Other Matters

2022-001 Budget Variance

Recommendation - We recommend that the Sheriff implement procedures to ensure the budget is amended when actual expenditures exceed budgeted expenditures by greater than 5%.

Management's Response - The Sheriff will amend the budget when actual expenditures exceed budgeted expenditures by greater than 5%.

Section II Internal Control and Compliance Material to Federal Awards

There were no federal award findings or questioned costs reported during the audit for the year ended June 30, 2022.

Section III - Management Letter

A management letter was not issued in connection with the audit of the Sheriff's financial statements as of and for the year ended June 30, 2022.

STATEWIDE AGREED-UPON PROCEDURES

INDEPENDENT ACCOUNTANT'S REPORT ON
APPLYING AGREED-UPON PROCEDURES

To the Honorable Timothy Soignet,
Terrebonne Parish Sheriff,
Houma, Louisiana.

We have performed the procedures described in Schedule 7 on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA) Statewide Agreed-Upon Procedures (SAUP) for the fiscal period July 1, 2021 through June 30, 2022. Terrebonne Parish Sheriff (the "Sheriff") management is responsible for those C/C areas identified in the SAUPs.

The Sheriff has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in the LLA's SAUPs for the fiscal period July 1, 2021 through June 30, 2022. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purpose. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are described in Schedule 7.

We were engaged by the Sheriff to perform this agreed-upon procedures engagement and conducted our engagement in accordance with the attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on these C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Sheriff and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Bourgeois Bennett, L.L.C.

Certified Public Accountants

Houma, Louisiana,
December 20, 2022.

**SCHEDULE OF PROCEDURES AND ASSOCIATED
FINDINGS OF THE STATEWIDE AGREED-UPON PROCEDURES**

Terrebonne Parish Sheriff

For the year ended June 30, 2022

The required procedures and our findings are as follows:

Procedures Performed on the Sheriff's Written Policies and Procedures:

1. Obtain and inspect the Sheriff's written policies and procedures and observe that they address each of the following categories and subcategories if applicable to public funds and the Sheriff's operations:
 - a) Budgeting, including preparing, adopting, monitoring, and amending the budget.
Performance: Obtained and read the Sheriff's budgeting policy.
Exceptions: The Sheriff's budgeting policy does not include a provision for monitoring the budget.
 - b) Purchasing, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the Public Bid Law; and (5) documentation required to be maintained for all bids and price quotes.
Performance: Obtained and read the written policy for purchasing and found it to address all the functions listed above.
Exceptions: There were no exceptions noted.
 - c) Disbursements, including processing, reviewing, and approving.
Performance: Obtained and read the written policy for disbursements and found it to address all the functions list above.
Exceptions: There were no exceptions noted.
 - d) Receipts/Collections, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of each type of revenue or agent fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
Performance: Obtained and read the written policy for receipts and found it to address all the functions listed above.
Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Written Policies and Procedures: (Continued)

- e) Payroll/Personnel, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.
Performance: Obtained and read the Sheriff's payroll/personnel policy.
Exceptions: The policy does not address (1) payroll processing, or (3) the approval process for employee pay rates.
- f) Contracting, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
Performance: Obtained and read the Sheriff's contracting policy.
Exceptions: The contracting policy does not contain provisions for standard terms and conditions, legal review, and monitoring process.
- g) Credit Cards (and debit cards, fuel cards, P-Cards, if applicable), including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
Performance: Obtained and read the Sheriff's credit card policy.
Exceptions: The policy does not include the provision for required approvers of statements.
- h) Travel and Expense Reimbursement, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
Performance: Obtained and read the written policy for travel and expense reimbursement and found it to address all the functions listed above.
Exceptions: There were no exceptions noted.
- i) Ethics, including (1) the prohibitions as defined in Louisiana Revised Statute 42: 1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
Performance: Obtained and read the Sheriff's ethics policy.
Exceptions: The Sheriff's ethics policy does not include provisions for the prohibitions as defined in Louisiana Revised Statute 42: 1111-1121 and the requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- j) Debt Service, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
Performance: Obtained and read the Sheriff's policy manual.
Exceptions: The Sheriff does not have a debt service policy.

Procedures Performed on the Sheriff's Written Policies and Procedures: (Continued)

- k) Information Technology Disaster Recovery/Business Continuity, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

Performance: Obtained and read the Sheriff's policy manual.

Exceptions: The Sheriff does not have an information technology disaster recovery/business continuity policy.

- l) Sexual Harassment, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Performance: Obtained and read the written sexual harassment policy.

Exceptions: The policy does not contain provisions for annual employee training or annual reporting.

Procedures Performed on the Sheriff's Board or Finance Committee:

2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period and:

- a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, or other equivalent document.

Performance: The Sheriff has the sole authority over the office; therefore, TPSO does not have a board/finance committee. These SAUPs are not applicable.

Exceptions: There were no exceptions noted.

- b) For those entities reporting on the governmental accounting model, observe whether the minutes referenced or included monthly budget-to-actual comparisons on the general fund and major special revenue funds, as well as monthly financial statements (or budget-to-actual comparisons, if budgeted) for major proprietary funds.

Performance: The Sheriff has the sole authority over the office; therefore, TPSO does not have a board/finance committee. These SAUPs are not applicable.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Board or Finance Committee: (Continued)

- c) For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least 1 meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

Performance: The Sheriff has the sole authority over the office; therefore, TPSO does not have a board/finance committee. These SAUPs are not applicable.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Bank Reconciliations:

3. Obtain a listing of the Sheriff's bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the main operating account. Select the Sheriff's main operating account and select 4 additional accounts (or all accounts if less than 5). Randomly select 1 month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

Performance: Obtained the listing of bank accounts from management and received management's representation that the listing is complete in a separate letter.

Exceptions: There were no exceptions noted.

- a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);

Performance: Obtained monthly bank reconciliation for the month of June for the operating bank account and 4 additional accounts selected and observed for evidence that they were prepared within 2 months of the statement closing date.

Exceptions: There were no exceptions noted.

- b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and

Performance: Obtained the Sheriff's documentation of bank reconciliations and observed that the reconciliations were reviewed by a member of management who does not handle cash.

Exceptions: There were no exceptions noted.

- c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Performance: Obtained the Sheriff's bank reconciliations and observed that 4 out of the 5 bank reconciliations tested had items outstanding for more than 12 months. Research was conducted on each item and documentation was maintained by the Sheriff.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Collections (Excluding Electronic Funds Transfers):

4. Obtain a listing of deposit sites for the fiscal period where deposits for cash/check/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

Performance: Obtained the listing of deposit sites from management and received management's representation in a separate letter that this listing is complete. The Sheriff has 3 deposit sites.

Exceptions: There were no exceptions noted.

5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select 1 collection location for each deposit site (i.e., collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

Performance: Obtained the listing of collection locations from management and received management's representation in a separate letter that this listing is complete. The Sheriff has 3 deposit sites. There are 6 collections locations.

Exceptions: There were no exceptions noted.

- a) Employees that are responsible for cash collections do not share cash drawers/registers.

Performance: Inspected policy manuals, inquired of management and observed that employees do not share cash drawers/registers.

Exceptions: There were no exceptions noted.

- b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee or official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit.

Performance: Inspected policy manuals, inquired of management and observed employees collecting cash are not responsible for preparing/making deposits.

Exceptions: In the Civil/Seizure department, the Bookkeeper is responsible for collecting cash and checks and is responsible for preparing the deposit.

- c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.

Performance: Inspected policy manuals, inquired of management and observed employees collecting cash are not responsible for making deposits.

Exceptions: In the Civil/Seizure department, the Bookkeeper is responsible for collecting cash and checks and is responsible for posting collection entries to general ledger.

**Procedures Performed on the Sheriff's Collections (Excluding Electronic Funds Transfers):
(Continued)**

- d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, are not responsible for collecting cash, unless another employee/official verifies the reconciliation.

Performance: Inspected policy manuals, inquired of management and observed employees performing reconciliations do not collect cash.

Exceptions: In the Civil/Seizures department, the Bookkeeper is responsible for collection cash and checks and is responsible for preparing reconciliations.

6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was enforced during the fiscal period.

Performance: Obtained a listing of all employees who have access to cash and inquired of management if these employees are covered by a bond or insurance policy for theft.

Observed that the bond or insurance policy was enforced during the fiscal period.

Exceptions: There were no exceptions noted.

7. Randomly select 2 deposit dates for each of the 5 bank accounts selected for procedures #3 under "Procedures Performed on the Sheriff's Bank Reconciliations" above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- a) Observe that receipts are sequentially pre-numbered.

Performance: Obtained supporting documentation for the selected deposits and observed that receipts were sequentially pre-numbered.

Exceptions: There were no exceptions noted

- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

Performance: Traced supporting documentation to the deposit slip.

Exceptions: There were no exceptions noted.

- c) Trace the deposit slip total to the actual deposit per the bank statement.

Performance: Traced deposit slip total to actual deposit per bank statement.

Exceptions: There were no exceptions noted.

**Procedures Performed on the Sheriff's Collections (Excluding Electronic Funds Transfers):
(Continued)**

- d) Observe that the deposit was made within 1 business day of receipt at the collection location (within 1 week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and cash is stored securely in a locked safe or drawer).

Performance: Observed that the deposits tested were made within 1 business day of receipt or within 1 week if the depository is more than 10 miles from collection location or the deposit is less than \$100.

Exceptions: There were no exceptions noted.

- e) Trace the actual deposit per the bank statement to the general ledger.

Performance: Traced the actual deposit per the bank statement to the general ledger.

Exceptions: There was no exception noted.

Procedures Performed on the Sheriff's Non-Payroll Disbursements (Excluding Card Purchases/Payments, Travel Reimbursements, and Petty Cash Purchases)

8. Obtain a listing of locations that process payments for the fiscal period, and management's representation that the listing is complete. Select 5 locations (or all locations if less than 5).

Performance: Obtained a listing of locations that process payments from management and management's representation that the listing is complete in a separate letter. The Sheriff only had 1 location that processes payments.

Exceptions: There were no exceptions noted.

9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the Sheriff has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:

Performance: Obtained a listing of employees involved in non-payroll purchasing and payment functions and received management's representation in a separate letter that the listing is complete.

Exceptions: There were no exceptions noted.

- a) At least 2 employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.

Performance: Obtained a listing of employees involved in initiating a purchase request, approving a purchase, and placing an order/making a purchase. Observed at least 2 employees are involved.

Exceptions: There were no exceptions noted.

- b) At least 2 employees are involved in processing and approving payments to vendors.

Performance: Obtained a listing of employees involved in processing and approving payments to vendors. Observed at least 2 employees are involved.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Non-Payroll Disbursements (Excluding Card Purchases/Payments, Travel Reimbursements, and Petty Cash Purchases) (Continued)

- c) The employees responsible for processing payments is prohibited from adding/modifying vendor files unless another employee is responsible for periodically reviewing changes to vendor files.

Performance: Obtained a listing of employees involved in processing payments to vendors. Observed if any employees involved are adding/modifying vendor files.

Exceptions: There were no exceptions noted.

- d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.

Performance: Obtained a listing of employees involved with signing and mailing checks and noted person responsible for processing payments does not mail the checks.

Exceptions: There were no exceptions noted.

10. For each location selected under #8 above, obtain the Sheriff's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and:

Performance: Obtained the Sheriff's general ledger for the fiscal period and obtained management's representation in a separate letter that the listing is complete.

Exceptions: There were no exceptions noted.

- a) Observe that the disbursement matched the related original itemized invoice, and that supporting documentation indicates that deliverables included on the invoice were received by the Sheriff.

Performance: Obtained the disbursement documentation and observed that the disbursement and the related original invoice were in agreement and evidence that the deliverables were received.

Exceptions: There were no exceptions noted.

- b) Observe that the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

Performance: Observed the 5 disbursements included evidence of segregation of duties.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Credit Cards, Debit Cards, Fuel Cards, P-Cards:

11. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-Cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

Performance: Obtained a listing of all active credit cards, bank debit cards, fuel cards and P-cards for the fiscal period and received management's representation in a separate letter that the listing is complete.

Exceptions: There were no exceptions noted.

12. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select 1 monthly statement or combined statement for each card (for a debit card, randomly select 1 monthly bank statement), obtain supporting documentation, and:

- a) Observe that there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) was reviewed and approved, in writing, (or electronically approved), by someone other than the authorized card holder.

Performance: Observed evidence that the statements and supporting documentation was reviewed and approved by someone other than the authorized card holder.

Exception: The combined statement and supporting documentation was reviewed and approved, in writing, by one of the card holders. This card holder did not have another individual approve their statement and supporting documentation.

- b) Observe that finance charges and late fees were not assessed on the selected statements.

Performance: Observed finance charges and late fees were not assessed on the selected statements.

Exceptions: There were no exceptions noted.

13. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (i.e., each card should have 10 transactions subject to testing). For each transaction, observe that it is supported by:

- a) An original itemized receipt that identifies precisely what was purchased.

Performance: Observed that transactions were supported by original itemized receipts that identifies precisely what was purchased.

Exceptions: There were no exceptions noted.

- b) Written documentation of the business/public purpose.

Performance: Observed that transactions included written documentation of the business/public purpose.

Exceptions: There were no exceptions noted.

**Procedures Performed on the Sheriff's Credit Cards, Debit Cards, Fuel Cards, P-Cards:
(Continued)**

- c) Documentation of the individuals participating in meals (for meal charges only).
Performance: Observed transactions for any meal charges. No meal charges were noted.
Exceptions: There were no exceptions noted.

**Procedures Performed on the Sheriff's Travel and Travel-Related Expense Reimbursements
(Excluding Card Transactions):**

- 14. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements, obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:
 - Performance: Obtained the general ledger for travel and travel-related expense reimbursements. Management's representation of the listing was confirmed in a separate letter.
 - Exceptions: There were no exceptions noted.
- a) If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov).
 - Performance: Inspected travel and expense reimbursements and observed per diem rates used were GSA rates.
 - Exceptions: There were no exceptions noted.
- b) If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
 - Performance: Inspected travel and expense reimbursements to observe that expenses using actual costs were supported by an itemized receipt that documented what was purchased.
 - Exceptions: There were no exceptions noted.
- c) Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by written policy (procedures #lh).
 - Performance: Inspected travel and expense reimbursements to observe that expenses included the business purpose and noted meal documentation included names of individuals participating.
 - Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Travel and Travel-Related Expense Reimbursements (Excluding Card Transactions): (Continued)

- d) Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving the reimbursement.

Performance: Inspected travel and expense reimbursements to observe that expenses included approval by someone other than the person receiving reimbursement.

Exceptions: There was 1 reimbursement that lacked proper approval.

Procedures Performed on the Sheriff's Contracts:

15. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract and:

Performance: Obtained a listing of all contract vendors and received management's representation of completeness in a separate letter that the listing is complete.

Exceptions: There were no exceptions noted.

- a) Observe that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.

Performance: Inspected supporting contract documentation and inquired of client about any contracts subject to Louisiana Public Bid Law. Noted the contract was bid in accordance with Louisiana Public Bid Law.

Exceptions: There were no exceptions noted.

- b) Observe that the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter).

Performance: The Sheriff has sole authority over the Office.

Exceptions: There were no exceptions noted.

- c) If the contract was amended (e.g., change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment was approval documented).

Performance: Inspected contracts and inquired of management about amendments to contracts in the fiscal year. One contract was amended in the fiscal year and the amendment was made within contract terms.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Contracts: (Continued)

- d) Randomly select 1 payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Performance: Inspected payments for 5 contracts, obtained supporting invoices, agreed invoice to the contract terms, and observed invoices related to the payment agreed to terms and conditions of the contract.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Payroll and Personnel:

16. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

Performance: Obtained the listing of employees with their related salaries from management and received management's representation in a separate letter. Randomly selected 5 employees and agreed paid salaries to authorized salaries or pay rates per the personnel files.

Exceptions: There were no exceptions noted.

17. Randomly select 1 pay period during the fiscal period. For the 5 employees or officials selected under # 16 above, obtain attendance records and leave documentation for the pay period, and:

- a) Observe that all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, officials are not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.)

Performance: Selected pay period ending in April to test leave taken during that period. Inspected all daily attendance and leave records for proper documentation.

Exceptions: There were no exceptions noted.

- b) Observe that supervisors approved the attendance and leave of the selected employees or officials.

Performance: Inspected the approval of attendance and leave by the supervisors for the selected employee or officials.

Exceptions: There were no exceptions noted.

- c) Observe that any leave accrued or taken during the pay period is reflected in the Sheriff's cumulative leave records.

Performance: Observed that leave accrued or taken during the pay period was reflected in the cumulative leave records.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Payroll and Personnel: (Continued)

- d) Observe that the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.

Performance: Inspected and agreed the rate paid to employees to the authorized salary/pay rate found within the personnel file.

Exceptions: There were no exceptions noted.

18. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select 2 employees or officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations, and the Sheriff's policy on termination payments. Agree the hours to the employees' or officials' cumulative leave records, agree the pay rates to the employees' or officials' authorized pay rates in the employees' or officials' personnel files and agree the termination payment to the Sheriff's policy.

Performance: Inquired of management of its termination policy, those employees or officials that terminated during the fiscal period and management's representation that the listing is complete in a separate letter. Agreed the hours to the employees' or officials' cumulative leave records, agreed the pay rates to the employees' or officials' authorized pay rates in the employees' or officials' personnel files and agreed the termination payment to the Sheriff policy.

Exceptions: There were no exceptions noted.

19. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll, taxes, retirement contributions, health insurance premiums, garnishments, and workers' compensation premiums, etc.) have been paid, and associated forms have been filed, by required deadlines.

Performance: Obtained management's representation of the timely filing of payroll forms and inspected payroll reporting forms to confirm that all payments were submitted to the applicable agencies by the required deadlines.

Exceptions: There were no exceptions noted.

Procedure Performed on the Sheriff's Ethics:

20. Using the 5 selected employees/officials from procedure #16 under "Procedures Performed on the Sheriff's Procedures Performed on the Sheriff's Payroll and Personnel", obtain ethics documentation from management and:

- a) Observe that the documentation demonstrates each employee or official completed 1 hour of ethics training during the fiscal period.

Performance: Observed that selected employee's files included documentation of ethics training completed during the fiscal year

Exceptions: There were no exceptions noted.

Procedure Performed on the Sheriff's Ethics: (Continued)

- b) Observe that the Sheriff maintains documentation which demonstrates each employee or official were notified of any changes to the Sheriff's ethics policy during the fiscal period, as applicable.

Performance: There were no changes to the ethics policy during the fiscal period, therefore, no notification needed.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Debt Service:

21. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that the State Bond Commission approval was obtained for each bond/note issued.

Performance: Inquired of management regarding a listing of bonds/notes issued during the fiscal period and obtained management's representation in a separate letter, examined documentation of State Bond Commission approvals.

Exceptions: There were no exceptions noted.

22. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing of bonds/notes and other debt instruments is complete. Randomly select 1 bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived assets funds, or other funds required by the debt covenants).

Performance: Inquired of management regarding a listing of bonds/notes outstanding at the end of the fiscal period, received management's representation the listing is complete in a separate letter and inspected bond documents for debt covenants and tested for compliance with the covenants.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Fraud Notice:

23. Obtain a listing of misappropriations of public funds or assets during the fiscal period, and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the Sheriff reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the Sheriff is domiciled.

Performance: Inquired of management of any misappropriations of public funds or assets, none were noted.

Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Fraud Notice: (Continued)

24. Observe that the Sheriff has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.
Performance: Inspected the fraud notice posted on the premises and website concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.
Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Information Technology Disaster Recovery/Business Continuity:

25. Perform the following procedures, verbally discuss the results with management, and report "We performed the procedure and discussed the results with management".
- a) Obtain and inspect the Sheriff's most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe that such backup occurred within the past week. If backups are stored on a physical medium (e.g., tapes, CDs), observe evidence that backups are encrypted before being transported.
Performance: We performed the procedures and discussed the results with management.
 - b) Obtain and inspect the Sheriff's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.
Performance: We performed the procedures and discussed the results with management.
 - c) Obtain a listing of the Sheriff's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.
Performance: We performed the procedures and discussed the results with management.

Procedures Performed on the Sheriff's Sexual Harassment:

26. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, obtain sexual harassment training documentation from management, and observe the documentation demonstrates each employee/official completed at least 1 hour of sexual harassment training during the calendar year.
Performance: Examined sexual harassment training documentation for the 5 employees tested.
Exceptions: There were no exceptions noted.

Procedures Performed on the Sheriff's Sexual Harassment: (Continued)

27. Observe the Sheriff has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the Sheriff's premises if the Sheriff does not have a website).

Performance: Inquired of management regarding the sexual harassment policy and complaint procedure on its website. Sexual harassment policy was posted on the premise.

Exceptions: There were no exceptions noted.

28. Obtain the Sheriff's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe it includes the applicable requirements of R.S. 42:344:

a) Number and percentage of public servants in the Sheriff who have completed the training requirements.

Performance: Obtained the Sheriff's annual sexual harassment report for the fiscal period.

Exceptions: There were no exceptions noted.

b) Number of sexual harassment complaints received by the Sheriff.

Performance: Obtained the Sheriff's annual sexual harassment report for the fiscal period.

Exceptions: There were no exceptions noted.

c) Number of complaints which resulted in a finding that sexual harassment occurred;

Performance: Obtained the Sheriff's annual sexual harassment report for the fiscal period.

Exceptions: There were no exceptions noted.

d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action.

Performance: Obtained the Sheriff's annual sexual harassment report for the fiscal period.

Exceptions: There were no exceptions noted.

e) Amount of time it took to resolve each complaint.

Performance: Obtained the Sheriff's annual sexual harassment report for the fiscal period.

Exceptions: There were no exceptions noted.

Management's Overall Response to Exceptions:

1a Management will consider adding the required provision to the existing budgeting policy.

1e Management will consider adding the required provisions to the existing payroll/personnel policy.

1f Management will consider adding the required provisions to the existing contracts policy.

1g Management will consider adding the required provision to its credit card policy.

Management's Overall Response to Exceptions: (Continued)

- 1i Management will consider adding the required provisions to the existing ethics policy.
- 1j Management will develop and adopt a debt service policy.
- 1k Management will develop and adopt an information technology disaster recovery/business continuity policy.
- 1l Management will consider adding the required provisions to the sexual harassment policy.
- 5b-d Duties will be separated within the Civil/Seizure department.
- 12a Management will consider implementing approval procedures by someone other than the card holder.
- 14d Management will ensure all travel reimbursements will have proper approvals.