

**VERNON PARISH CLERK OF COURT
LEESVILLE, LOUISIANA**

**ANNUAL FINANCIAL REPORT
JUNE 30, 2025**

Vernon Parish Clerk of Court
Leesville, Louisiana

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Vernon Parish Clerk of Court
Leesville, Louisiana

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Vernon Parish Clerk of Court

P. O. Box 40
Leesville, LA 71446

MANAGEMENT'S DISCUSSION AND ANALYSIS for the Year Ended June 30, 2025

The Management's Discussion and Analysis of the Vernon Parish Clerk of Court's financial performance presents a narrative overview and analysis of the Clerk of Court's financial activities for the year ended June 30, 2025. This document focuses on the current year's activities, resulting changes, and currently known facts. Please read this document in conjunction with the additional information contained in the Vernon Parish Clerk of Court's financial statements, which begin on page 10.

Financial Highlights

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Clerk of Court as a whole and present a longer-term view of the Clerk of Court's finances. These statements tell how these services were financed in the short-term as well as what remains for future spending.

- 1) The Vernon Parish Clerk of Court had cash and investments of \$3,489,062 at June 30, 2025, which represents an increase of \$193,253 from the prior year.
- 2) The Vernon Parish Clerk of Court had revenue receivable of \$4,214 at June 30, 2025, which represents a decrease of \$7,051 from the prior year.
- 3) The Vernon Parish Clerk of Court had accounts payable and accruals of \$5,217 at June 30, 2025, which represents a decrease of \$2,092 from the prior year.
- 4) The Vernon Parish Clerk of Court had total revenues of \$2,229,867 for the year ended June 30, 2025, which represents an increase of \$41,367 from the prior year.

Overview of the Financial Statements

The following illustrates the minimum requirements for the Vernon Parish Clerk of Court as established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements- and Management's Discussion and Analysis-for State and Local Governments*.

These financial statements consist of four sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), required supplementary information and supplementary information.

Basic Financial Statements

This annual report consists of a series of financial statements. The Statement of Net Position (on page 10) and the Statement of Activities (on page 11) provide information about the activities of the Vernon Parish Clerk of Court as a whole and present a longer-term view of the Clerk of Court's finances. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The Statement of Net Position and the Statement of Activities report the Clerk of Court's net position and changes in it. You can think of the Clerk of Court's net position, the difference between assets and liabilities, as one way to measure the Clerk of Court's financial health, or financial position. Over time, increases or decreases in the Clerk of Court's net position is one indicator of whether its financial health is improving or deteriorating.

Fund financial statements start on page 13. All of the Clerk of Court's basic services are reported in a governmental fund, which focus on how money flows into and out of this fund and the balance left at year end that is available for spending. The fund is reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted into cash. The governmental fund statements provide a detailed short-term view of the Clerk of Court's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Clerk of Court's activities as well as what remains for future spending.

A summary of the basic government-wide financial statements is as follows:

Summary of the Statement of Net Position

	2025	2024
ASSETS:		
Current and Other Assets	\$ 3,531,589	\$ 3,344,122
Noncurrent Assets	27,061	62,084
Total Assets	<u>\$ 3,558,650</u>	<u>\$ 3,406,206</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 984,120</u>	<u>\$ 1,415,890</u>
LIABILITIES:		
Current Liabilities	\$ 21,865	\$ 40,129
Long Term Portion of Capital Leases	7,295	23,943
Compensated Absences	40,595	38,508
Other Post-Employment Benefits	2,510,213	2,886,436
Net Pension Liability	1,007,891	1,455,881
Total Liabilities	<u>\$ 3,587,859</u>	<u>\$ 4,444,897</u>
DEFERRED INFLOWS OF RESOURCES	<u>\$ 885,800</u>	<u>\$ 487,169</u>
NET POSITION:		
Net Investment in Capital Assets	\$ 3,118	\$ 5,321
Unrestricted	65,993	(115,291)
Total Net Position	<u>\$ 69,111</u>	<u>\$ (109,970)</u>

Net position of the Clerk of Court increased by \$179,081 or 162.85% from the previous fiscal year.

Summary of the Statement of Activities

	2025	2024
REVENUES:		
Charges for Services	\$ 1,992,831	\$ 1,945,700
Operating Grants & Contributions	32,300	29,550
General Revenues	204,736	213,250
Total Revenues	<u>\$ 2,229,867</u>	<u>\$ 2,188,500</u>
EXPENSES:		
Expenses	<u>2,050,786</u>	<u>2,161,933</u>
Change in Net Position	<u>\$ 179,081</u>	<u>\$ 26,567</u>

The Clerk of Court's total revenues increased by \$41,367 or 1.89% from the previous fiscal year.
The total cost of all programs and services decreased by \$111,147 or 5.15%.

Debt Administration

The Vernon Parish Clerk of Court had \$40,595 in compensated absences, \$23,943 in Capital Lease Debt, \$2,510,213 in Other Post Employment Benefits, and \$1,007,891 in Net Pension Liability outstanding at year end. This represents decreases (increases) of \$(2,087), \$32,820, \$376,223 and \$447,990, respectively, as compared to the previous year, as shown in the table below.

Outstanding Debt at Year End

	<u>2025</u>	<u>2024</u>
Compensated Absences	\$ 40,595	\$ 38,508
Capital Leases	23,943	56,763
Other Post Employment Benefits	2,510,213	2,886,436
Net Pension Liability	<u>1,007,891</u>	<u>1,455,881</u>
Total	<u>\$3,582,642</u>	<u>\$4,437,588</u>

Economic Factors and Next Year's Budget

The Vernon Parish Clerk of Court's elected official considered the following factors and indicators when setting next year's budget, rates and fees. These factors and indicators include:

1. Fees
2. Interest income
3. Miscellaneous revenues
4. Personnel costs
5. Other costs

The Vernon Parish Clerk of Court does not expect any significant changes in next year's results as compared to the current year.

Contacting the Vernon Parish Clerk of Court

This financial report is designed to provide our citizens and creditors with a general overview of the Vernon Parish Clerk of Court's finances and to show the Clerk of Court's accountability for the money it receives. Any questions about this report or requests for additional information may be directed to the Vernon Parish Clerk of Court at P. O. Box 40, Leesville, LA 71446.

T | C | B | T
THOMAS, CUNNINGHAM, BROADWAY & TODTENBIER
Certified Public Accountants

Eddie G. Johnson, CPA - A Professional Corporation (1927-1996)

Mark D. Thomas, CPA - A Professional Corporation
Roger M. Cunningham, CPA - A Professional Corporation
Jessica H. Broadway, CPA - A Professional Corporation
Ryan E. Todtenbier, CPA - A Professional Corporation

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INDEPENDENT AUDITORS' REPORT

Honorable Jeff Skidmore
Vernon Parish Clerk of Court
P. O. Box 40
Leesville, Louisiana 71446

Opinions

We have audited the accompanying financial statements of the governmental activities, major funds and fiduciary fund of the Vernon Parish Clerk of Court (Clerk), a component unit of the Vernon Parish Police Jury, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Clerk'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, major funds and fiduciary fund of the Clerk as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 and the *Louisiana Governmental Audit Guide*. 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 Clerk 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 opinions.

Responsibilities of Management for the Financial Statements

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

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 Clerk's ability to continue as a going concern for twelve months beyond the financial statements date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 Clerk'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 Clerk'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 the Management's Discussion and Analysis on pages 1 through 4 and Budgetary Comparison Schedules, Schedule of Employer's Share of Net Pension Liability, Schedule of Employer's Contributions, and Schedule of Changes in Net OPEB Liability and Related Ratios on pages 40 through 44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Clerk's basic financial statements. The Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer and Justice System Funding Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such supplementary information is 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. The 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, the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer and Justice System Funding Schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 2025, on our consideration of the Clerk's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Clerk's internal control over financial reporting and compliance.



Thomas, Cunningham, Broadway & Todtenbier, CPA's
Natchitoches, Louisiana

November 13, 2025

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE
FINANCIAL STATEMENTS

Vernon Parish Clerk of Court
Statement of Net Position
June 30, 2025

	Governmental Activities
<hr/>	
ASSETS:	
Current Assets:	
Cash & Cash Equivalents	\$ 1,794,852
Investments	1,694,750
Revenue Receivable	4,214
Prepaid Expense	<u>37,773</u>
Total Current Assets	<u>\$ 3,531,589</u>
Noncurrent Assets:	
Capital Assets, Net	\$ 4,262
Subscription-Based Assets, Net	<u>22,799</u>
Total Noncurrent Assets	<u>\$ 27,061</u>
Total Assets	<u>\$ 3,558,650</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension	\$ 202,746
OPEB	<u>781,374</u>
Total Deferred Outflows of Resources	<u>\$ 984,120</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable & Accruals	\$ 5,217
Current Portion of Capital Leases	<u>16,648</u>
Total Current Liabilities	<u>\$ 21,865</u>
Noncurrent Liabilities:	
Long-term Portion of Capital Leases	\$ 7,295
Compensated Absences	40,595
Other Post-Employment Benefits	2,510,213
Net Pension Liability	<u>1,007,891</u>
Total Noncurrent Liabilities	<u>\$ 3,565,994</u>
Total Liabilities	<u>\$ 3,587,859</u>
DEFERRED INFLOWS OF RESOURCES	
Pension	\$ 277,959
OPEB	<u>607,841</u>
Total Deferred Outflows of Resources	<u>\$ 885,800</u>
NET POSITION:	
Net Investment in Capital Assets	\$ 3,118
Unrestricted	<u>65,993</u>
Total Net Position	<u><u>\$ 69,111</u></u>

See independent auditors' report and notes to the financial statements.

Vernon Parish Clerk of Court
Statement of Activities
June 30, 2025

Activities	Expenses	Charges for Services	Program Revenues		Net (Expense) Revenue and Changes in Net Position
			Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Judicial	\$ 2,050,786	\$ 1,992,831	\$ 32,300	\$ -	\$ (25,655)
General Revenues:					
Interest					\$ 120,675
Miscellaneous					52
Non-Employer Pension Revenue					<u>84,009</u>
Total General Revenues					<u>\$ 204,736</u>
Change in Net Position					\$ 179,081
Net Position June 30, 2024					<u>(109,970)</u>
Net Position June 30, 2025					<u>\$ 69,111</u>

FUND FINANCIAL STATEMENTS

Vernon Parish Clerk of Court
Balance Sheet - Governmental Funds
June 30, 2025

	Major Funds		
	General Fund	Advance Deposit Fund	Total
ASSETS:			
Cash & Cash Equivalents	\$ 344,655	\$ 1,450,197	\$ 1,794,852
Investments	821,069	873,681	1,694,750
Revenue Receivables	4,214	-	4,214
Prepaid Expense	37,773	-	37,773
Due From Other Funds	<u>131,692</u>	<u>-</u>	<u>131,692</u>
Total Assets	<u>\$ 1,339,403</u>	<u>\$ 2,323,878</u>	<u>\$ 3,663,281</u>
LIABILITIES:			
Accounts Payable & Accruals	\$ 5,164	\$ 53	\$ 5,217
Due to Other Funds	<u>-</u>	<u>131,692</u>	<u>131,692</u>
Total Liabilities	<u>\$ 5,164</u>	<u>\$ 131,745</u>	<u>\$ 136,909</u>
FUND BALANCE:			
Nonspendable:			
Prepaid Expense	\$ 37,773	\$ -	\$ 37,773
Restricted:			
Special Purposes	-	2,192,133	2,192,133
Unassigned	<u>1,296,466</u>	<u>-</u>	<u>1,296,466</u>
Total Fund Balance	<u>\$ 1,334,239</u>	<u>\$ 2,192,133</u>	<u>\$ 3,526,372</u>
Total Liabilities and Fund Balance	<u>\$ 1,339,403</u>	<u>\$ 2,323,878</u>	<u>\$ 3,663,281</u>

Vernon Parish Clerk of Court
Reconciliation of Governmental Funds
Balance Sheet to the Statement of Net Position
June 30, 2025

Total Fund Balance for the Governmental Fund at June 30, 2025	\$	3,526,372
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Total Net Position reported for Governmental Activities in the
Statement of Net Position is different because:

The following used in Governmental Activities are not financial
resources. Therefore, they are not reported in the fund:

Furniture, Fixtures & Equipment		158,466
Less, Accumulated Depreciation		(154,204)
Subscription-Based Assets		48,280
Less, Accumulated Amortization		(25,481)
Deferred Outflows of Resources		984,120

The following are not due and payable in the current period.
Therefore, they are not reported in the Governmental Fund
Balance Sheet:

Lease Liabilities		(23,943)
Compensated Absences		(40,595)
Other Post-Employment Benefits		(2,510,213)
Net Pension Liabilities		(1,007,891)
Deferred Inflows of Resources		(885,800)

Total Net Position of Governmental Activities at June 30, 2025	\$	<u>69,111</u>
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Vernon Parish Clerk of Court
Statement of Revenues, Expenditures, and Changes in Fund Balances-
Governmental Funds
June 30, 2025

	Major Funds		
	General Fund	Advance Deposit Fund	Total
REVENUES:			
Licenses & Permits			
Marriage Licenses	\$ 6,197	\$ -	\$ 6,197
Charges for Services			
Court Costs, Fees & Charges	380,938	1,133,676	1,514,614
Recording Fees	472,020	-	472,020
Intergovernmental-			
Supplemental Compensation Fund	32,300	-	32,300
Miscellaneous			
Interest	41,258	79,417	120,675
Miscellaneous	52	-	52
Total Revenues	<u>\$ 932,765</u>	<u>\$ 1,213,093</u>	<u>\$ 2,145,858</u>
EXPENDITURES:			
Judicial-			
Current-			
Personnel Services	\$ 1,376,995	\$ -	\$ 1,376,995
Operating Services	134,549	349,225	483,774
Operating Supplies	49,240	-	49,240
Other Charges	10,900	-	10,900
Debt Service	35,390	-	35,390
Total Expenditures	<u>\$ 1,607,074</u>	<u>\$ 349,225</u>	<u>\$ 1,956,299</u>
Excess (Deficiency) of Revenues over Expenditures	\$ (674,309)	\$ 863,868	\$ 189,559
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	\$ 737,316	\$ -	\$ 737,316
Operating Transfers Out	-	(737,316)	(737,316)
Total Other Financing Sources (Uses)	<u>\$ 737,316</u>	<u>\$ (737,316)</u>	<u>\$ -</u>
Excess of Revenues and Other Sources over Expenditures and Other Uses	\$ 63,007	\$ 126,552	\$ 189,559
Fund Balance-Beginning of Year	<u>1,271,232</u>	<u>2,065,581</u>	<u>3,336,813</u>
Fund Balance-End of Year	<u>\$ 1,334,239</u>	<u>\$ 2,192,133</u>	<u>\$ 3,526,372</u>

See independent auditors' report and notes to the financial statements.

Vernon Parish Clerk of Court
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of the Governmental Funds
to the Statement of Activities
June 30, 2025

Net Change in Fund Balances-Total Governmental Funds	\$	189,559
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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 costs of these assets are allocated over their estimated useful lives as depreciation expense. The current year amounts for these items were:

Cost of Capital Assets		-
Depreciation Expense		(2,436)
Amortization Expense		(32,587)

Some revenues reported in the Statement of Activities do not provide current financial resources and these are not reported in governmental funds. 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 the governmental funds. These timing differences are summarized below:

Non-Employer Pension Revenue		84,009
Proceeds from Capital Leases		-
Capital Lease Payments		32,820
Compensated Absences		(2,086)
Other Post-Employment Benefits		(47,790)
Pension Expense		(42,408)

Change in Net Position at June 30, 2025, per Statement of Activities	\$	<u>179,081</u>
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Vernon Parish Clerk of Court
Statement of Fiduciary Net Position
June 30, 2025

Registry of
Court Fund

ASSETS

Cash & Cash Equivalents	\$ 236,250
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LIABILITIES

Due to Others	\$ 236,250
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Vernon Parish Clerk of Court
Statement of Changes in Fiduciary Net Position
June 30, 2025

Registry of
Court Fund

ADDITIONS:

Suits and Successions	\$ 995,105
Interest Income	<u>419</u>
Total Additions	<u>\$ 995,524</u>

DEDUCTIONS:

Settlements to Litigants	<u>\$ 1,024,791</u>
Changes in Liabilities	(29,267)
Liabilities - Beginning	<u>265,517</u>
Liabilities - Ending	<u>\$ 236,250</u>

NOTES TO FINANCIAL STATEMENTS

Vernon Parish Clerk of Court
Notes to Financial Statements
June 30, 2025

Introduction:

As provided by Article V, Section 28 of the Louisiana Constitution of 1974, the Vernon Parish Clerk of Court serves as the ex-officio notary public, the recorder of conveyances, mortgages, and other acts, and has other duties and powers provided by law. The Clerk of Court is elected for a four-year term.

1. Summary of Significant Accounting Policies:

A. BASIS OF PRESENTATION-

The accompanying financial statements of the Vernon Parish Clerk of Court have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, issued in June 1999.

B. REPORTING ENTITY-

As the governing authority of the parish, for reporting purposes, the Vernon Parish Police Jury is the financial reporting entity for Vernon Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) other organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Vernon Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

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

Vernon Parish Clerk of Court
Notes to Financial Statements
June 30, 2025

Because the Vernon Parish Police Jury provides office facilities for the Clerk of Court, the Clerk of Court was determined to be fiscally dependent on the Vernon Parish Police Jury and accordingly is considered to be a component unit of the Vernon Parish Police Jury, the financial reporting entity. The accompanying basic financial statements present information only on the funds maintained by the Clerk of Court and do not present information on the Vernon Parish Police Jury, the general government services provided by that governmental unit or the other governmental units that comprise the financial reporting entity.

C. FUND ACCOUNTING-

The Vernon Parish Clerk of Court uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain Clerk of Court functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts. Funds of the Clerk of Court are classified into two categories: governmental and fiduciary. An emphasis is placed on major funds, and the General Fund and Advance Deposit Fund are considered to be a major funds.

Governmental Funds

Governmental funds account for the Clerk of Court's general activities, including the collection and disbursement of specific or legally restricted monies, and the acquisition of general fixed assets. Governmental funds of the District Attorney include:

General Fund

The General Fund (Salary Fund), as provided by Louisiana Revised Statute 13:781, is the principal fund of the Vernon Parish Clerk of Court and accounts for the operations of the Clerk of Court's office. The various fees and charges due to the Clerk of Court's office are accounted for in this fund.

Special Revenue Fund – Advance Deposit

The Advance Deposit Fund, as provided by Louisiana Revised Statute 13:842, is used to account for the proceeds of advanced costs received by plaintiffs in ordinary suits. The advanced costs shall be disbursed to the clerk's salary fund and to others as their fees accrue.

Fiduciary Funds

The custodial fund, Registry of Court Fund, account for assets held by the Clerk of Court as an agent for litigants held pending court action or for legally required payments to others. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Consequently, the custodial fund has no measurement focus, but use the accrual basis of accounting.

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING-

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. These statements include all of the financial activities of the Vernon Parish Clerk of Court, except for the fiduciary fund which is reported separately.

Vernon Parish Clerk of Court
Notes to Financial Statements
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The government-wide financial statements were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions.

Fund Financial Statements

Governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balance reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

Revenues-

Fees for certified copies, recording legal documents, marriage licenses, and commissions for services are recorded in the year they are earned. Interest income on time deposits is recorded when the time deposits have matured and the income is available. All other revenues are recorded when received.

Expenditures-

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

E. BUDGETARY ACCOUNTING-

Formal budgetary accounting is employed as a management control. The Vernon Parish Clerk of Court prepares and adopts a budget each year for its governmental funds in accordance with Louisiana Revised Statutes. The operating budget is prepared based on prior year's revenues and expenditures and the estimated increase therein for the current year, using the modified accrual basis of accounting. The Clerk of Court amends its budget when projected revenues are expected to be less than budgeted revenues by five percent or more and/or projected expenditures are expected to be more than budgeted amounts by five percent or more. All budget appropriations lapse at year end.

Vernon Parish Clerk of Court
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F. CASH AND CASH EQUIVALENTS-

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the Clerk of Court may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - includes all short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. The Clerk of Court's policy is to include time deposits and certificates of deposit in cash equivalents.

G. INVESTMENTS-

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

H. RECEIVABLES-

All receivables are reported at their gross value. The Clerk of Court expects to collect all balances due and no provision for bad debts is recorded.

I. CAPITAL ASSETS-

Capital assets are carried at historical costs. Depreciation of all exhaustible capital assets used by the Vernon Parish Clerk of Court is charged as an expense against operations in the Statement of Activities. Capital assets net of accumulated depreciation are reported on the Statement of Net Position. Depreciation is computed using the straight-line method over the estimated useful life of the assets, generally 10 to 40 years for building improvements and 5 to 10 years for moveable property. Expenditures for maintenance, repairs and minor renewals are charged to expenditures as incurred. Major expenditures for renewals and betterments are capitalized. The Clerk of Court maintains a threshold of \$2,500 or more for capitalization of assets.

J. COMPENSATED ABSENCES-

Full-time employees of the Vernon Parish Clerk of Court earn from one to five weeks of vacation leave each year, depending on length of service and twelve days of sick leave. Only five days of unused vacation leave is allowed to be carried over to the next year. Sick leave is accumulative up to forty-five days. At June 30, 2025 and 2024, a total of \$40,595 and \$38,508, respectively in accrued leave remained unpaid. Upon termination, employees are paid for accumulated sick leave and any unused vacation.

Vernon Parish Clerk of Court
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K. PENSIONS-

For purposes of measuring the Net Pension Liability, Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions, and pension expense, information about the fiduciary net position of the Louisiana Clerks' of Court Retirement and Relief Fund (System) and additions to/deductions from the System's 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.

L. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES-

The Statement of Net Position reports a separate section for deferred outflows and (or) deferred inflows of financial resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until the applicable period. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources until that time.

M. ESTIMATES-

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

N. EQUITY CLASSIFICATIONS-

In the government-wide statements, equity is classified as net position and 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.
- b. Restricted net position - Consists of net resources with constraints placed on their use either by (1) external groups such as credits, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other resources that do not meet the definition of "restricted" or "net investment in capital assets."

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When an expense is incurred for the purposes for which both restricted and unrestricted net position is available, the Clerk of Court applies unrestricted net resources first, unless a determination is made to use restricted net resources. The policy concerning which to apply first varies with the intended use and legal requirements. This decision is typically made by the Clerk of Court at the incurrence of the expense.

In the fund statements, governmental fund equity is classified as fund balance and displayed in five components. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- a. Nonspendable fund balance - amounts that are not in a spendable form (such as prepaid expenses) or are required to be maintained intact;
- b. Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- c. Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- d. Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing
- e. Unassigned fund balance - amounts that are available for any purpose; positive amounts are reported only in the general fund.

The General Fund has a nonspendable fund balance of \$37,773 which represents prepaid expenses. The remaining fund balance of \$1,296,466 is classified as unassigned. If applicable, the Clerk of Court would typically use restricted fund balances first, followed by committed resources and assigned resources as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first and to defer the use of these other classified funds.

2. Cash, Cash Equivalents and Investments and Related Credit Risk:

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. The Clerk of Court may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state-chartered credit unions.

At June 30, 2025, the Clerk of Court had cash and cash equivalents (book balances) totaling \$2,031,102 as follows:

Petty Cash	\$ 250
Time Deposits	967,646
Demand Deposits	<u>1,063,206</u>
Total	<u>\$2,031,102</u>

Vernon Parish Clerk of Court
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The cash and cash equivalents of the Clerk of Court are subject to the following risk:

Custodial Credit Risk: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Clerk of Court will not be able to recover its deposits. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance, national credit union administration insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Clerk of Court that the fiscal agent bank has failed to pay deposited funds upon demand. Further, Louisiana Revised Statute 39:1224 states that securities held by a third party shall be deemed to be held in the Clerk of Court's name.

At June 30, 2025, the Clerk of Court has \$2,128,062 in deposits (collected bank balances). These deposits are secured from credit risk as follows:

Collected Bank Balances	\$ 2,128,062
FDIC Insurance	(420,399)
NCUA Insurance	(200,646)
Pledged Securities	<u>(1,507,017)</u>
Balance Subject to Credit Risk	\$ <u>0</u>

3. Investments:

Interest Rate Risk. This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity is its fair value to changes in market interest rates. The Clerk of Court does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, as a means of offsetting exposure to interest rate risk, the Clerk of Court diversifies its investments by security type and institution.

Investments held at June 30, 2025 include \$1,694,750 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section 150.126, the investment in LAMP at June 30, 2025, is not categorized in the three risk categories provided by GASB Codification Section 150.125 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA - R.S. 33:2955. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

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Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701, enacted LSA-R.S. 33:2955 (A) (1) (h) which allows all municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of pool shares.

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

4. Interfund Transactions:

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of the governmental funds. The transfer of funds are used to move excess revenues for the use of governmental services.

The following is a summary of transfers at June 30, 2025:

	<u>Operating Transfer In</u>	<u>Operating Transfer Out</u>
General Fund	\$737,316	\$ 0
Special Revenues Fund-Advance Deposit	<u>0</u>	<u>737,316</u>
Total	<u>\$737,316</u>	<u>\$737,316</u>

5. Long-Term Debt:

The following is a summary of changes in long-term debt for the year ended June 30, 2025:

	<u>Balance 06-30-24</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06-30-25</u>
Compensated Absences	\$ 38,508	\$2,087	\$ 0	\$ 40,595
Capital Leases	56,763	0	32,820	23,943
Net Pension Liability	1,455,881	0	447,990	1,007,891
Other Post-Employment Benefits	<u>2,886,436</u>	<u>0</u>	<u>376,223</u>	<u>2,510,213</u>
Total	<u>\$4,437,588</u>	<u>\$2,087</u>	<u>\$857,033</u>	<u>\$3,582,642</u>

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6. Subscription-Based Information Technology Arrangements:

The Clerk of Court has entered into a two subscription-based information technology arrangements (SBITA). In December of 2023 the Clerk entered into a contract with Valsoft Corporation for ecommerce, eRecording and LA portal imports services with a three-year term.

The total of the Clerk's subscription-based assets are recorded at a cost of \$48,280, less accumulated amortization of \$25,481.

The future subscription payments under SBITA agreement is as follows:

Year Ending <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$16,648	\$1,172	\$17,820
2027	<u>7,295</u>	<u>131</u>	<u>7,426</u>
Total	<u>\$23,943</u>	<u>\$1,303</u>	<u>\$25,246</u>

7. Capital and Subscription-Based Information Technology Assets:

Capital and subscription-based information technology asset balances and activity for the year ended June 30, 2025, is as follows:

	<u>Balance 06-30-24</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06-30-25</u>
Furniture fixtures, and equipment	\$ 158,466	\$ 0	\$ 0	\$ 158,466
Less, accumulated depreciation	<u>(151,768)</u>	<u>(2,436)</u>	<u>0</u>	<u>(154,204)</u>
Total Capital Assets, net	<u>\$ 6,698</u>	<u>\$ (2,436)</u>	<u>\$ 0</u>	<u>\$ 4,262</u>
Subscription-Based Information Technology Arrangement Assets				
Equipment	\$ 133,107	\$ 0	\$ 84,827	\$ 48,280
Less, accumulated amortization	<u>(77,721)</u>	<u>(32,587)</u>	<u>(84,827)</u>	<u>(25,481)</u>
Total Subscription-Based Information Technology Arrangement Assets, net	<u>\$ 55,386</u>	<u>\$ (32,587)</u>	<u>\$ 0</u>	<u>\$ 22,799</u>

Depreciation expense of \$2,436 and Amortization expense of \$32,587 was charged to the judicial function.

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8. Pension Plan:

Plan Description

The Clerk contributes to The Louisiana Clerks' of Court Retirement and Relief Fund (Fund) is a cost-sharing multiple employer defined benefit pension plan established in accordance with Louisiana Revised Statute 11:1501 to provide regular, disability, and survivor benefits for clerks of court, their deputies and other employees, and the beneficiaries of such clerks of court, their deputies, and other employees. Substantially all employees of the Vernon Parish Clerk of Court are members of the Fund. The Fund issues an annual publicly available financial report that includes financial statements and required supplementary information for the Fund, which can be obtained at www.la.la.org.

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement Benefits

A member or former member shall be eligible for regular retirement benefits upon attaining twelve or more years of credited service, attaining the age of fifty-five years, or age sixty if hired on or after January 1, 2011, and terminating employment. Regular retirement benefits, payable monthly for life, is equal to 3% of the member's monthly average final compensation multiplied by the number of years of credited service, not to exceed one hundred percent of the monthly average final compensation. The retirement benefit accrual rate is increased to 3 1/3% for all service credit accrued after June 30, 1999, for members hired prior to January 1, 2011. For those members hired before July 1, 2006 and who retire prior to January 1, 2011, monthly average final compensation is based on the highest compensated thirty-six consecutive months, with a limit increase of 10% in each of the last three years of measurement. For those members hired on or after July 1, 2006, monthly average final compensation is based on the highest compensated sixty consecutive months with a limit increase of 10% increase in each of the last five years of measurement. For those members who were employed prior to July 1, 2006 and who retire after December 31, 2010, the period of final average compensation is thirty-six months plus the number of whole months elapsed since January 1, 2011, not to exceed sixty months.

Disability Benefits

Disability benefits are awarded to active members who are totally and permanently disabled as a result of injuries sustained in the line of duty or to active members with 10 or more years of credible service who are totally disabled due to any cause. A member who is officially certified as totally or permanently disabled by the State medical Disability Board will be paid monthly disability retirement benefits equal to the greater of 40% of their monthly average final compensation or 75% of their monthly regular retirement benefit computed as per R.S. 11:1521 (C).

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Survivor Benefits

If a member who has less than five years of credited service dies, his accumulated contributions are paid to his designated beneficiary. If the member has five or more years of credited service, automatic Option 2 benefits are payable to the surviving spouse. These benefits are based on the retirement benefits accrued at the member's date of death with option factors used as if the member had continued in service to earliest normal retirement age. Benefit payments are to commence on the date a member would have first become eligible for normal retirement assuming continued service until that time. In lieu of a deferred survivor benefit, the surviving spouse may elect benefits payable immediately with benefits reduced 1/4 of 1% for each month by which payments commence in advance of member's earliest normal retirement age. If a member has no surviving spouse, the surviving minor children under 18 or disabled children shall be paid 1/2 of the member's accrued retirement benefit in equal shares. Upon the death of any former member with less than 12 years of service, the designated beneficiary may receive his accumulated contributions. Upon the death of any former member with 12 or more years of service, automatic Option 2 benefits are payable to the surviving spouse with payments to commence on the member's retirement eligibility date. In lieu of periodic payments, the surviving spouse or children may receive a refund of the member's accumulated contributions.

Deferred Retirement Option Plan

In lieu of terminating employment and accepting a service retirement allowance, any member of the Fund who is eligible for a service retirement allowance may elect to participate in the Deferred Retirement Option Plan (DROP) for up to thirty-six months and defer the receipt of benefits. Upon commencement of participation in the plan, active membership in the Fund terminates and the participant's contributions ceases; however, employer contributions continue. Compensation and creditable service remain as they existed on the effective date of commencement of participation in the plan. The monthly retirement benefits that would have been payable, had the member elected to cease employment and receive a service retirement allowance, are paid into the Deferred Retirement Option Plan account.

Upon termination of employment at the end of the specified period of participation, a participant in the program may receive, at his option, a lump sum payment from the DROP account equal to the payments to the account or a true annuity based upon his account (subject to approval by the Board of Trustees). In addition, the member receives the monthly benefits that were paid into the DROP fund during his period of participation. If employment is not terminated at the end of the participation period, payments into the account cease and the member resumes active contributing membership in the Fund. Interest is paid on DROP account balances for members who complete their DROP participation but do not terminate employment. Interest accruals cease upon termination of employment.

Upon termination, the member receives a lump sum payment from the DROP fund equal to the payments made to that fund on his behalf or a true annuity based on his account (subject to approval by the Board of Trustees). The monthly benefit payments that were being paid into the DROP fund are paid to the retiree and an additional benefit based on his additional service rendered since termination of DROP participation is calculated using the normal method of benefit computation. Prior to January 1, 2011, the average compensation used to calculate the additional benefit is that used to calculate the original benefit unless his period of additional service is at least thirty-six months. Effective January 1, 2011, the average compensation for members whose additional service is less than thirty-six months is equal to the lesser amount used to calculate his original benefit or the compensation earned in the period of additional service divided by the number of months of

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additional service. For former DROP participants who retire after December 30, 2010, the period used to determine final average compensation for post-DROP service is thirty-six months plus the number of whole months elapsed from January 1, 2011 to the date of DROP entry. In no event can the entire monthly benefit amount paid to the retiree exceed 100% of the average compensation used to compute the additional benefit. If a participant dies during the period of participation in the program, a lump sum payment equal to his account balance is paid to his named beneficiary or, if none, to his estate.

Cost-of-Living Adjustments

The Board of Trustees is authorized to provide a cost-of-living increase to members who have been retired for at least one full calendar year. The increase cannot exceed the lesser of 2.5% of the retiree's benefit or an increase of forty dollars per month. The Louisiana statutes allow the Board to grant an additional cost-of-living increase to all retirees and beneficiaries over age 65 equal to 2% of the benefit paid on October 1, 1977, or the member's retirement date if later.

In order to grant any cost-of-living increase, the Fund must meet criteria as detailed in the Louisiana statutes related to funding status. In lieu of granting a cost-of-living increase as described above, Louisiana statutes allow the board to grant a cost-of-living increase where the benefits shall be calculated using the number of years of service at retirement or at death plus the number of years since retirement or death multiplied by the cost-of-living amount which cannot exceed \$1.

Contributions

According to state statute, contribution requirements for all employers are actuarially determined each year. For the year ending June 30, 2024, the actual employer contribution rate was 23%.

In accordance with state statute, the Fund also receives ad valorem 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 a special funding situation. Non-employer contributions are recognized as revenue during the year and excluded from pension expense. Non-employer contribution revenue for the year ended June 30, 2025, was \$84,009.

The Clerk of Court's contractually required composite contribution rate for the year ended June 30, 2025 was 23% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the Clerk were \$154,701 for the year ended June 30, 2025. The Clerk has elected under state statute to pay both the employer and the employee contributions to the retirement system. Due to this election, the Clerk contributed an additional \$55,490 on behalf of the employees for the year.

Vernon Parish Clerk of Court
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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the years ending June 30, 2025 and 2024 the Clerk reported a liability of \$1,007,891 and \$1,455,881, respectively, for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2024 and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. The Clerk of Court's proportion of the Net Pension Liability was based on a projection of the Clerk of Court's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the years ending June 30, 2025 and 2024, the Clerk of Court's proportion was 0.60576% and 0.67676%, respectively, which is a decrease of .07100% from the proportion measured at June 30, 2024.

For the years ended June 30, 2025 and 2024, the Clerk recognized pension expense including employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions of \$42,408 and \$150,645.

At June 30, 2025, the Clerk reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,519	\$ 25,528
Changes in assumption	22,185	0
Net difference between projected and actual earnings on pension plan investments	0	82,234
Changes in employer's proportion of beginning net pension liability	22,339	170,103
Differences between employer contributions and proportionate share of employer contributions	0	94
Subsequent Measurement Contributions	154,703	0
Total	\$202,746	\$277,959

The deferred outflows of resources related to pensions resulting from Vernon Parish Clerk of Court contributions subsequent to the measurement date in the amount of \$154,703, will be recognized as a reduction of the Net Pension Liabilities in the year of June 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ended June 30:	
2026	\$ (80,602)
2027	43,864
2028	(117,795)
2029	(75,383)
Total	\$(229,916)

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Actuarial Assumptions

The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position.

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2024, are as follows:

Valuation Date	June 30, 2024
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Investment Rate of Return	6.55%, net of investment expense
Projected Salary Increases	1-5 years if service - 6.20% 5 years or more – 5.00%
Inflation Rate	2.40%
Mortality Rates	Pub-2010 Public retirement Plans multiplied by 120%. Mortality Table with full generational projection using the appropriate Mp-2019 improvement scale.
Expected Remaining Service Lives	2018 - 2024: 5 years
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 actuarial assumptions used are based on the assumptions used in the 2024 actuarial funding valuation which (with the exception of mortality) were based on results of an actuarial experience study for the period July 1, 2014 - June 30, 2019, unless otherwise specified. In cases where benefit structures were changes after the experience study period, assumptions were based on future experiences.

The mortality rate assumption used was verified by combining data from this plan with two other statewide plans which have similar workforce composition in order to produce a credible experience. The aggregated data was collected over the period July 1, 2014 through June 30, 2019. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the Fund's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that these tables would produce liability values approximating the appropriate generational mortality tables used.

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The long-term expected real rate of return on pension plan investments was determined using a building-block method in which best-estimates 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 were 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. The long term expected rate of return was 6.18%, for the year ended June 30, 2024.

Best estimates of geometric real rates of return for each major asset class included in the Fund's target asset allocation as of June 30, 2024, is summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Target Asset Allocation</u>	<u>Portfolio Real Rate of Return</u>
Fixed Income:		
Domestic Bonds	30.00%	2.50%
International Bonds		3.50%
Domestic Equity	35.00%	7.50%
International Equity	20.00%	8.50%
Real Estate	<u>15.00%</u>	4.50%
	<u>100.00%</u>	

The discount rate used to measure the total pension liability was 6.55%. 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 the Board of Trustees and the Public Retirement System's Actuarial Committee (PRSAC) taking into consideration the recommendation of the Fund's actuary. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the Clerk of Court's proportionate share of the Net Pension Liability using the discount rate of 6.55%, as well as what the Clerk of Court's proportionate share of the Net Pension Liability would be if it were calculated using a discount rate that is one percentage-point lower (5.55%) or one percentage-point higher (7.55%) than the current rate:

	1.0% Decrease (5.55%)	Current Discount Rate (6.55%)	1.0% Increase (7.55%)
Employer's proportionate share of net pension liability	\$3,173,143	\$1,007,891	\$851,285

Vernon Parish Clerk of Court
Notes to Financial Statements
June 30, 2025

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Louisiana Clerks' of Courts Retirement and Relief Fund Annual Financial Report at www.la.la.gov.

9. Other Post-Employment Benefits:

Plan Description. The Vernon Parish Clerk of Court's defined benefit postemployment health care plan provides OPEB to eligible retired employees and their beneficiaries. The plan provides OPEB for permanent full-time employees of the Clerk. The Clerk's OPEB plan is a single employer defined benefit OPEB plan administered by the Clerk. Benefits are provided through the Louisiana Clerks of Court Insurance Trust ("LCCIT"), a multiple-employer healthcare plan administered by the Louisiana Clerks of Court Association. Louisiana Revised Statute §13:783 grants the authority to establish and amend the benefit terms and financing requirements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The premium rates are established and may be amended by the LCCIT board of trustees, with the Clerk determining the contribution requirements of the retirees.

Benefits provided. The Clerk provides medical, dental, vision, and life insurance benefits for retirees and their dependents. Retirees can continue pre-Medicare health, Medicare Supplement, dental and life insurance benefits at retirement, but are required to pay 100% of the premium. Retirees with at least 20 years of service are eligible for payment of 100% of retirees and dependent premiums by the Clerk.

Employees covered by benefits terms. At January 1, 2024, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits payments	18
Inactive employees entitled to but not yet receiving benefit payments	0
Active Employees	<u>12</u>
Total	<u>30</u>

Total OPEB Liability

The Clerk's total OPEB liability of \$2,510,213 was measured as of June 30, 2025 and was determined by an actuarial valuation as of January 1, 2024.

Actuarial Assumptions and other inputs - The total OPEB liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.40%
Salary increases	3.25%, including inflation
Discount rate	4.81%
Healthcare cost trend rates	
Medical	7.09% for 2024, then 6.50% for 2025, decreasing 0.25% per year to an ultimate rate of 4.75% for 2032 and beyond.
Medicare Supplement	4.83% for 2024, then 4.25% for 2025, decreasing 0.25% per year to an ultimate rate of 3.0% for 2030 and beyond. Includes 2% per year for aging.

Vernon Parish Clerk of Court
Notes to Financial Statements
June 30, 2025

Dental	0.0% for 2024, then 3.0% per year
Vision	24.59% for 2024, then 2.5% per year
Retirees' Share of Benefit-Related Costs:	100% for retirees and dependents with less than 20 years service. 0% for retirees with at least 20 years of service.

The discount rate was based on the 6/30/2025 S&P Municipal Bond 20-Year High Grande Index Yield.

Mortality rates for active employees were based on the PubG.H-2010 Employee mortality table, Generational with Projection Scale MP-2021 for males or females, as appropriate.

Mortality rates for retired employees were based on the PubG.H-2010 Healthy Retiree mortality table, Generational with Projection Scale MP-2021 for males or females, as appropriate.

The actuarial assumptions used in the valuation were based on those used in the Louisiana Clerks of Court Retirement and Relief Fund valuation and actuarial experience.

Changes in the Total OPEB Liability

Balance at June 30, 2024	\$2,886,436
Changes for the year:	
Service cost	35,986
Interest	112,736
Differences between expected and actual experience	2,557
Changes in Assumptions/Inputs	(363,653)
Changes in Benefits Terms	0
Benefit payments and net transfers	(163,849)
Net changes	(376,223)
Balance at June 30, 2025	\$2,510,213

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the Clerk, as well as what the Clerk's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.81 percent) or 1-percentage-point higher (5.81 percent) than the current discount rate:

	1.0% Decrease (3.81%)	Discount Rate (4.81%)	1.0% Increase (5.81%)
Total OPEB Liability	\$2,751,442	\$2,510,213	\$2,193,389

Vernon Parish Clerk of Court
Notes to Financial Statements
June 30, 2025

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the Clerk, as well as what the Clerk's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1.0% Decrease	Discount Rate	1.0% Increase
Total OPEB Liability	\$2,309,997	\$2,510,213	\$2,750,299

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

For the year ended June 30, 2025, the Clerk recognized an OPEB expense of \$211,640. At June 30, 2025, the Clerk 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
Differences between expected and actual experience	\$535,647	\$ 0
Changes of assumptions or other inputs	245,727	607,841
Total	\$781,374	\$607,841

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

Years ending June 30:	
2026	\$ 62,918
2027	62,918
2028	62,918
2029	48,222
2030	(63,443)
Total	<u>\$173,533</u>

10. Deferred Compensation Plan:

All of the employees of the Vernon Parish Clerk of Court are eligible to participate in the State of Louisiana deferred compensation plan. Employees may contribute up to 100% of their salary (not to exceed \$23,500 a year) to the plan on a pre-tax basis. The contributions are withheld from the employees' paycheck and the Clerk matches 100% of the employee contribution not to exceed 6% of the salary for each employee. The contributions are fully vested immediately and are remitted to a third-party administrator each payday, where they are deposited to an account in the employee's name. The Vernon Parish Clerk of Court does not assume any liability for the funds and does not have any control over the funds once they are remitted to the third-party administrator. During the year ended June 30, 2025, the Clerk's matching funds totaled \$17,797.

Vernon Parish Clerk of Court
Notes to Financial Statements
June 30, 2025

11. Risk Management:

The Vernon Parish Clerk of Court is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Clerk of Court maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Clerk of Court.

12. Expenditures of the Clerk of Court Paid by the Parish Police Jury:

Certain expenses of the Vernon Parish Clerk of Court's office are paid by the Vernon Parish Police Jury. In addition to furnishing the building where the Clerk of Court's office is located, the Police Jury pays all utility bills, some insurance, and furnishes some of the equipment in the Clerk of Court's office.

13. Subsequent Events:

Management has evaluated events through November 13, 2025, the date which the financial statements were available for issue. There were no items to be reported as subsequent events.

OTHER REQUIRED SUPPLEMENTARY INFORMATION

Vernon Parish Clerk of Court
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	<u>Budget</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Licenses & Permits-				
Marriage Licenses	\$ -	\$ -	\$ 6,197	\$ 6,197
Charges for Services-				
Court Costs, Fees & Charges	425,864	387,150	380,938	(6,212)
Recording Fees	729,912	663,556	472,020	(191,536)
Intergovernmental-				
Supplemental Compensation Funds	-	-	32,300	32,300
Miscellaneous-				
Interest	-	-	41,258	41,258
Miscellaneous	-	-	52	52
Total Revenues	<u>\$ 1,155,776</u>	<u>\$ 1,050,706</u>	<u>\$ 932,765</u>	<u>\$ (117,941)</u>
EXPENDITURES:				
Judicial-				
Current-				
Personnel Services	\$ 1,470,094	\$ 1,381,157	\$ 1,376,995	\$ 4,162
Operating Services	187,777	169,310	134,549	34,761
Operating Supplies	70,765	58,124	49,240	8,884
Other Charges	13,988	11,009	10,900	109
Capital Outlay	-	-	-	-
Debt Service	-	-	35,390	(35,390)
Total Expenditures	<u>\$ 1,742,624</u>	<u>\$ 1,619,600</u>	<u>\$ 1,607,074</u>	<u>\$ 12,526</u>
Excess (Deficiency) of Revenues over Expenditures	\$ (586,848)	\$ (568,894)	\$ (674,309)	\$ (105,415)
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	<u>\$ 597,288</u>	<u>\$ 542,989</u>	<u>\$ 737,316</u>	<u>\$ 194,327</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	\$ 10,440	\$ (25,905)	\$ 63,007	\$ 88,912
Fund Balance-Beginning of Year	<u>1,271,232</u>	<u>1,271,232</u>	<u>1,271,232</u>	<u>-</u>
Fund Balance-End of Year	<u>\$ 1,281,672</u>	<u>\$ 1,245,327</u>	<u>\$ 1,334,239</u>	<u>\$ 88,912</u>

See independent auditors' report and notes to the financial statements.

Vernon Parish Clerk of Court
Advance Deposit Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	<u>Budget</u>			Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Charges for Services-				
Court Costs, Fees & Charges	\$ 1,053,597	\$ 1,046,705	\$ 1,133,676	\$ 86,971
Miscellaneous				
Interest	<u>40,187</u>	<u>91,665</u>	<u>79,417</u>	<u>(12,248)</u>
Total Revenues	<u>\$ 1,093,784</u>	<u>\$ 1,138,370</u>	<u>\$ 1,213,093</u>	<u>\$ 74,723</u>
EXPENDITURES:				
Judicial-				
Current-				
Operating Services	<u>\$ 346,368</u>	<u>\$ 427,209</u>	<u>\$ 349,225</u>	<u>\$ 77,984</u>
Excess (Deficiency) of Revenues over Expenditures	\$ 747,416	\$ 711,161	\$ 863,868	\$ 152,707
OTHER FINANCING SOURCES (USES)				
Operating Transfers Out	<u>(684,518)</u>	<u>(666,572)</u>	<u>(737,316)</u>	<u>(70,744)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	\$ 62,898	\$ 44,589	\$ 126,552	\$ 81,963
Fund Balance-Beginning of Year	<u>2,065,581</u>	<u>2,065,581</u>	<u>2,065,581</u>	<u>-</u>
Fund Balance-End of Year	<u>\$ 2,128,479</u>	<u>\$ 2,110,170</u>	<u>\$ 2,192,133</u>	<u>\$ 81,963</u>

See independent auditors' report and notes to the financial statements.

Vernon Parish Clerk of Court
Schedule of Employer's Share of Net Pension Liability
For the Year Ended June 30, 2025

Year	Employer's proportion of the net pension liability (asset)	Employer's proportionate share of the net pension liability (asset)	Employer's covered payroll	Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2016	0.74988%	\$ 1,124,842	\$ 671,496	168%	78.1%
2017	0.73569%	\$ 1,361,004	\$ 588,593	231%	74.2%
2018	0.65244%	\$ 987,106	\$ 637,028	155%	79.7%
2019	0.68610%	\$ 1,141,194	\$ 658,049	173%	79.1%
2020	0.67677%	\$ 1,229,011	\$ 696,999	176%	77.9%
2021	0.70293%	\$ 1,691,164	\$ 717,899	236%	72.1%
2022	0.71127%	\$ 946,165	\$ 759,124	125%	85.4%
2023	0.74150%	\$ 1,797,214	\$ 719,218	250%	74.1%
2024	0.67676%	\$ 1,455,881	\$ 651,888	223%	77.6%
2025	0.60577%	\$ 1,007,891	\$ 672,613	150%	83.1%

See independent auditors' report and notes to the financial statements.

Vernon Parish Clerk of Court
Schedule of Employer's Contributions
For the Year Ended June 30, 2025

<u>Year</u>	<u>Statutorily Required Contribution</u>	<u>Contributions in relation to the statutorily required contribution</u>	<u>Contribution Deficiency/ (Excess)</u>	<u>Employer's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
2016	\$ 127,584	\$ 127,584	\$ -	\$ 671,496	19.0%
2017	\$ 111,833	\$ 111,833	\$ -	\$ 588,593	19.0%
2018	\$ 121,035	\$ 121,035	\$ -	\$ 637,028	19.0%
2019	\$ 125,029	\$ 125,029	\$ -	\$ 658,049	19.0%
2020	\$ 132,430	\$ 132,430	\$ -	\$ 696,999	19.0%
2021	\$ 150,759	\$ 150,759	\$ -	\$ 717,899	21.0%
2022	\$ 168,905	\$ 168,905	\$ -	\$ 759,124	22.2%
2023	\$ 160,026	\$ 160,026	\$ -	\$ 719,218	22.2%
2024	\$ 149,934	\$ 149,934	\$ -	\$ 651,888	23.0%
2025	\$ 154,701	\$ 154,701	\$ -	\$ 672,613	23.0%

Changes of Assumptions:

There were no changes of benefit assumptions for the year ended June 30, 2025.

Vernon Parish Clerk of Court
Schedule of Changes in Net OPEB Liability and Related Ratios
For the Year Ended June 30, 2025

Year	2025	2024	2023	2022	2021	2020	2019	2018
Service Cost	\$ 35,986	\$ 36,421	\$ 35,274	\$ 37,495	\$ 54,333	\$ 41,278	\$ 26,758	\$ 25,916
Interest	112,736	76,004	76,366	46,726	62,866	70,453	69,206	80,490
Changes of Benefits Terms	-	-	(43,011)	-	-	-	-	-
Differences Between Expected and Actual Experiences	2,557	677,111	52,966	82,220	3	23,680	(154,389)	(8,319)
Changes in Assumptions/ Inputs	(363,653)	237,711	(79,042)	(408,673)	(136,158)	261,758	187,108	-
Benefit Payments	(163,849)	(146,818)	(141,630)	(97,659)	(95,420)	(94,865)	(111,862)	(110,848)
Net Change In Total OPEB Liability	(376,223)	880,429	(99,077)	(339,891)	(114,376)	302,304	16,821	(12,761)
Beginning OPEB Liability	2,886,436	2,006,007	2,105,084	2,444,975	2,559,351	2,257,047	2,240,226	2,252,987
Ending OPEB Liability	<u>\$ 2,510,213</u>	<u>\$ 2,886,436</u>	<u>\$ 2,006,007</u>	<u>\$ 2,105,084</u>	<u>\$ 2,444,975</u>	<u>\$ 2,559,351</u>	<u>\$ 2,257,047</u>	<u>\$ 2,240,226</u>
Covered-Employee Payroll	\$ 556,431	\$ 538,917	\$ 764,691	\$ 740,621	\$ 692,826	\$ 671,018	\$ 669,461	\$ 648,388
Net OPEB Liability as a Percentage of Covered-Employee Payroll	451.1%	535.6%	262.3%	284.2%	352.9%	381.4%	337.1%	345.5%
Discount Rate:	4.81%	3.97%	3.86%	3.69%	1.92%	2.45%	3.13%	3.62%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to Schedule:

Changes of Benefit Terms:

Effective January 1, 2023, the portion retirees with at least 20 years of service are required to contribute for dependents changed from 0% to 100% with no change for retirees.

Changes of Assumptions:

Discount Rate Mortality Rates

2018-2024	Fidelity Municipal General Obligation AA (20 Year) Index
2025	S&P Municipal Bond 20 Year High Grade Index Yield

Mortality Rate Mortality Rates

2018	RPH-2014 Employee and Healthy Annuity, Generational with MP-2018.
2019	Pub G.H.-2010 Employee and Healthy Retiree, Generational with MP-2018
2020	Pub G.H.-2010 Employee and Healthy Retiree, Generational with MP-2019
2021	Pub G.H.-2010 Employee and Healthy Retiree, Generational with MP-2020
2022-2025	Pub G.H.-2010 Employee and Healthy Retiree, Generational with MP-2021

SUPPLEMENTARY INFORMATION

Vernon Parish Clerk of Court
Schedule of Compensation, Benefits and Other Payments to
Agency Head or Chief Executive Officer
For the Year Ended June 30, 2025

Agency Head Name: Jeff Skidmore, Clerk of Court

<u>Purpose</u>	<u>Amount</u>
Salary	\$162,794
Benefits-Insurance	22,326
Benefits-Retirement	55,254
Deferred Compensation	11,400
Benefits-Other	2,453
Expense allowance	16,069
Auto Allowance	28,800
Dues	10
Per Diem	853
Travel	2,483
Registration Fees	2,225

See independent auditors' report.

Vernon Parish Clerk of Court
Justice System Funding Schedule - Collecting/Disbursing Entity
For the Year Ended June 30, 2025

	First Six Month Period Ended 12/31/2024	Second Six Month Period Ended 6/30/2025
Cash Basis Presentation		
Beginning Balance of Amounts Collected (i.e. cash on hand)	2,150,409	2,218,263
Add: Collections		
Civil Fees (including refundable amounts such as garnishments or advance deposits)	529,577	519,181
Bond Fees	41,500	16,000
Interest Earnings on Collected Balances	34,394	45,023
Subtotal Collections	605,471	580,204
Less: Disbursements To Governments & Nonprofits: (Must include one agency name and one collection type on each line and may require multiple lines for the same agency if more than one collection type is applicable. Additional rows may be added as necessary.)		
Acadia Parish Sheriff- Civil Fees	108	-
Allen Parish Sheriff- Civil Fees	377	344
Ascension Parish Sheriff- Civil Fees	-	107
Avoyelles Parish Sheriff- Civil Fees	138	50
Beauregard Parish Sheriff- Civil Fees	1,852	1,652
Bossier Parish Sheriff- Civil Fees	100	661
Caddo Parish Sheriff- Civil Fees	461	661
Calcasieu Parish Sheriff- Civil Fees	1,038	678
Desoto Parish Sheriff- Civil Fees	95	-
East Baton Rouge Parish Sheriff- Civil Fees	3,386	2,548
Evangeline Parish Sheriff- Civil Fees	-	140
Grant Parish Sheriff- Civil Fees	-	47
Iberia Parish Sheriff- Civil Fees	-	15
Jackson Parish Sheriff- Civil Fees	61	-
Jefferson Davis Parish Sheriff- Civil Fees	87	37
Jefferson Parish Sheriff- Civil Fees	240	-
Lafayette Parish Sheriff- Civil Fees	376	423
LaSalle Parish Sheriff- Civil Fees	51	-
Natchitoches Parish Sheriff- Civil Fees	386	130
Orleans Parish Sheriff Civil- Civil Fees	420	150
Orleans Parish Sheriff- Civil Fees	-	60
Ouachita Parish Sheriff- Civil Fees	548	44
Rapides Parish Sheriff- Civil Fees	1,969	1,743
Sabine Parish Sheriff- Civil Fees	111	202
St. John Baptist Parish Sheriff- Civil Fees	-	35
St. Landry Parish Sheriff- Civil Fees	126	81
St. Martin Parish Sheriff- Civil Fees	-	35
St. Tammany Parish Sheriff- Civil Fees	82	43
Tangipahoa Parish Sheriff- Civil Fees	115	20
Terrebonne Parish Sheriff- Civil Fees	151	166
Vermillion Parish Sheriff- Civil Fees	44	9
Vernon Parish Sheriff - Civil Fees	34,990	31,454
West Carroll Parish Sheriff- Civil Fees	43	-
Winn Parish Sheriff- Civil Fees	-	31
30th Judicial District Court Judicial Expense Fund- Civil Fees	8,925	8,917
Department of the Treasury (Unclaimed Property)-Civil Fees	10,722	-
3rd Circuit Court of Appeal-Civil Fees	-	5
Supreme Court- Civil Fees	303	306
Department of the Treasurer-Civil Fees	18,985	19,148
Department of the State- Civil Fees	1,075	958
Less: Amounts Retained by Collecting Agency		
Collection Fee for Collecting/Disbursing to Others Based on Fixed Amount		
Civil Fees	293,291	337,776
Interest Earnings on Collected Balances	13,358	26,116
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Civil Fee Refunds	91,090	36,558
Bond Fee Refunds	41,501	-
Other Disbursements to Individuals (additional detail is not required)	11,012	10,715
Subtotal Disbursements/Retainage	537,617	482,065
Total: Ending Balance of Amounts Collected but not Disbursed/Retained (i.e. cash on hand)	2,218,263	2,316,402

Vernon Parish Clerk of Court
Justice System Funding Schedule - Receiving Entity
For the Year Ended June 30, 2025

Cash Basis Presentation

First Six Month Period Ended 12/31/2024	Second Six Month Period Ended 6/30/2025
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Receipts From: *(Must include one agency name and one collection type - see below - on each line and may require multiple lines for the same agency. Additional rows may be added as necessary.)*

Vernon Parish Sheriff's Department - Criminal Court Costs/Fees	35,404	28,303
30th Judicial District Court Probation Office, Probation/Parole/Supervision Fees	1,385	1,160

Subtotal Receipts

36,789	29,463
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Ending Balance of Amounts Assessed but Not Received *(only applies to those agencies that assess on behalf of themselves, such as courts)*

-	-
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Collection Types to be used in the "Receipts From:" section above
Civil Fees
Bond Fees
Asset Forfeiture/Sale
Pre-Trial Diversion Program Fees
Criminal Court Costs/Fees
Criminal Fines - Contempt
Criminal Fines - Other
Restitution
Probation/Parole/Supervision Fees
Service/Collection Fees (e.g. credit card fees, report fees, 3rd party service fees)
Interest Earnings on Collected Balances
Other <i>(do not include collections that fit into more specific categories above)</i>

OTHER REPORTS/SCHEDULES

T | C | B | T
THOMAS, CUNNINGHAM, BROADWAY & TODTENBIER
Certified Public Accountants

Eddie G. Johnson, CPA - A Professional Corporation (1927-1996)

Mark D. Thomas, CPA - A Professional Corporation
Roger M. Cunningham, CPA - A Professional Corporation
Jessica H. Broadway, CPA - A Professional Corporation
Ryan E. Todtenbier, CPA - A Professional Corporation

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

Honorable Jeff Skidmore
Vernon Parish Clerk of Court
P. O. Box 40
Leesville, Louisiana 71446

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 and the *Louisiana Governmental Audit Guide*, the financial statements of the governmental activities, major funds and fiduciary fund as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Vernon Parish Clerk of Court's (Clerk) basic financial statements and have issued our report thereon dated November 13, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Clerk's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, this report is a matter of public record and its distribution is not limited. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.



Thomas, Cunningham, Broadway & Todtenbier, CPA's
Natchitoches, Louisiana

November 13, 2025

Vernon Parish Clerk of Court
Schedule of Audit Results
Year Ended June 30, 2025

I. Summary of Audit Results

1. The auditors' report expresses an unmodified opinion on the financial statements of the Vernon Parish Clerk of Court.
2. The audit disclosed no material weaknesses in internal control.
3. The audit disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

II. FINDINGS IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

None identified.

III. Prior Year Finding

None identified.