



**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2020**



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**Rozier McKay
& Willis** | CERTIFIED PUBLIC
ACCOUNTANTS |

November 23, 2020

Independent Auditors' Report

The Honorable Steven McCain
Grant Parish Sheriff

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Grant Parish Sheriff, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Grant Parish Sheriff's basic financial statements as listed in the table of contents.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

OPINIONS

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Grant Parish Sheriff, as of June 30, 2020, 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.



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Grant Parish Sheriff

November 23, 2020

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OTHER MATTERS

Required Supplementary Information

Accounting principles generally accepted in the United States of America require the information listed below to supplement the basic financial statements.

- Management's Discussion and Analysis
- Statements of Revenues, Expenditures and Changes in Fund Balance (Budget and Actual)
- Schedule of Changes in Net OPEB Liability – Retiree Healthcare Plan
- Schedule of Net Pension Liability Data – Cost Sharing Retirement Systems
- Schedule of Employer Contributions – Cost Sharing Retirement Systems

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.

Other Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Grant Parish Sheriff's basic financial statements. The other supplemental information listed below is presented for purposes of additional analysis and are not a required part of the basic financial statements.

- Combining Schedules – Non Major Governmental Funds
- Combining Statement of Fiduciary Net Position – Agency Funds
- Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer

The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the basic financial statements.

The other supplemental information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplemental information is fairly stated in all material respects in relation to the basic financial statements as a whole.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARD

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2020, on our consideration of the Grant Parish Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Grant Parish Sheriff's internal control over financial reporting and compliance.



Rozier, McKay & Willis
Certified Public Accountants

GRANT PARISH SHERIFF

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2020

This section of the annual financial report presents our discussion and analysis of the Grant Parish Sheriff's financial performance during the fiscal year ended June 30, 2020.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements include government-wide financial statements and fund financial statements. These two types of financial statements present the Grant Parish Sheriff's financial position and results of operations from differing perspectives which are described as follows:

Government –Wide Financial Statements

The government-wide financial statements report information about the Grant Parish Sheriff as a whole using accounting methods similar to those used by private-sector companies. The government-wide financial statements report all revenues and expenses regardless of when cash is received or paid. Furthermore, the government-wide statements include all of the Grant Parish Sheriff's assets and all liabilities. All of the Sheriff's activities are classified as governmental activities in the government-wide financial statements. The governmental activities are financed primarily by property taxes, sales taxes and grants.

Fund Financial Statements

Fund financial statements provide detailed information regarding the Grant Parish Sheriff's most significant activities and are not intended to provide information for the Sheriff's Office as a whole. Funds are accounting devices that are used to account for specific sources of funds. All of the Grant Parish Sheriff's funds are Governmental Funds. These funds are used to account for essentially the same functions that are reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, the governmental funds use a modified accrual basis of accounting that provides a short-term view of the Grant Parish Sheriff's finances. Assets reported by governmental funds are limited to amounts that are available for current needs. In addition, liabilities are limited to amounts that are expected to be paid from currently available assets.

FINANCIAL ANALYSIS OF THE GRANT PARISH SHERIFF AS A WHOLE

An analysis of the government-wide Statement of Net Position is presented as follows:

	June 30,	
	2020	2019
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 3,522,532	\$ 3,482,168
Receivables	1,139,051	349,838
Due from Fiduciary Funds	156,762	137,029
Capital Assets – Land	53,454	53,454
Capital Assets	3,389,978	3,625,955
Total Assets	8,261,777	7,648,444
Deferred Outflow of Resources	1,440,180	1,242,766
<u>Liabilities:</u>		
Accounts Payable and Other Payables	25,880	26,036
Long Term Debt		
Compensated Absences	69,576	61,254
Net Other Post-Employment Benefits	3,891,843	3,185,418
Net Pension Liability	1,894,565	1,494,968
Capital Lease Obligation	91,702	135,422
Total Liabilities	5,973,566	4,903,098
Deferred Inflow of Resources	370,077	517,304
<u>Net Position:</u>		
Invested in Capital Assets	3,351,730	3,543,987
Restricted	572,275	558,085
Unrestricted	(565,691)	(631,264)
Total Net Position	\$ 3,358,314	\$ 3,470,808

GRANT PARISH SHERIFF

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2020

As the presentation appearing above demonstrates, a portion of the net position is restricted for particular activities. The remaining net position is invested in capital assets that are used to conduct public safety operations. Recognizing long-term liabilities associated with providing retirement benefits and post-retirement healthcare benefits has eliminated the unrestricted net position. Despite the absence of unrestricted net position, sufficient resources are available to meet these obligations for the foreseeable future.

An analysis of the government-wide Statement of Activities is presented as follows:

	For the Year Ended June 30,	
	2020	2019
<u>Revenues:</u>		
Program Revenue:		
Charges for Services	\$ 1,648,157	\$ 1,740,693
Operating Grants and Contributions	1,247,031	397,382
Capital Grants and Contributions	----	----
General Revenue:		
Property Taxes	2,637,639	2,580,314
Sales Taxes	1,398,276	1,319,735
Revenue Sharing	114,944	114,554
Other	83,271	116,208
Total Revenue	<u>7,129,318</u>	<u>6,268,886</u>
<u>Program Expenses:</u>		
Public Safety	7,239,571	7,227,540
Interest on Long-Term Debt	2,241	7,526
Total Program Expenses	<u>7,241,812</u>	<u>7,235,066</u>
Change in Net Position	(112,494)	(966,180)
Net Position Beginning	<u>3,470,808</u>	<u>4,436,988</u>
Net Position Ending	<u>\$ 3,358,314</u>	<u>\$ 3,470,808</u>

As the accompanying presentation demonstrates, recording actuarially determined liabilities associated with providing benefits to retirees has consumed a portion of the net position. Net position has decreased by \$112,494 representing a change of 2.5% over the net asset balance for the previous year.

FINANCIAL ANALYSIS OF THE GRANT PARISH SHERIFF'S FUNDS

For the year ended June 30, 2020, governmental fund balances increased by \$849,466. Differences between the decrease in fund balances and the decrease in government-wide net position are attributable to including capital assets, debts and costs associated benefits that employees have earned in the government wide presentation. These items do not meet the criteria for being reported in the fund financial statements.

BUDGET HIGHLIGHTS

Budgets for the General Fund and the Major Special Revenue Funds have been amended to respond to circumstances, make minor changes to revenue projections and make other modifications to address matters that were not anticipated when the initial budget was prepared.

CAPITAL ASSET ADMINISTRATION

For the year ended June 30, 2020, capital asset acquisitions included replacing existing equipment that has reached the end of its useful life and depreciating existing assets.

DEBT ADMINISTRATION

Debt is limited to long-term lease agreements that were executed to acquire new vehicles.

GRANT PARISH SHERIFF

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2020

FACTORS EXPECTED TO AFFECT FUTURE OPERATIONS

At the present time, management is not aware of factors that are expected to affect future operations.

Grant Parish Sheriff

Statement of Net Position

June 30, 2020

	Governmental Activities
<u>ASSETS</u>	
Cash and Cash Equivalents	\$ 3,522,532
Receivables (net)	1,139,051
Due From Fiduciary Funds	156,762
Capital Assets - Land	53,454
Capital Assets - Depreciable	<u>3,389,978</u>
Total Assets	<u>8,261,777</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Pension Funding Deferrals	<u>1,440,180</u>
<u>LIABILITIES</u>	
Accounts Payable and Other Payables	25,880
Long-Term Liabilities	
Compensated Absences	69,576
Net Other Post Employment Benefits	3,891,843
Net Pension Liability	1,894,565
Capital Lease Obligation	
Due within one year	49,352
Due in more than one year	<u>42,350</u>
Total Liabilities	<u>5,973,566</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension Funding Deferrals	<u>370,077</u>
<u>NET POSITION</u>	
Invested in Capital Assets, Net of Related Debt	3,351,730
Restricted	572,275
Unrestricted	<u>(565,691)</u>
Total Net Position (deficit)	<u>\$ 3,358,314</u>

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

Grant Parish Sheriff

Statement of Activities

For the Year Ended June 30, 2020

	<u>Expenses</u>	<u>Program Revenue</u>		<u>Net (Expenses) Revenue and Changes in Net Position</u>	
		<u>Charges For Services</u>	<u>Operating Grants and Contributions</u>		<u>Capital Grants and Contributions</u>
<u>Governmental Activities</u>					
Public Safety					
Law Enforcement	\$ 7,239,571	\$ 1,648,157	\$ 1,247,031	\$ -	\$ (4,344,383)
Interest on Long-Term Debt	<u>2,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,241)</u>
Total Governmental Activities	<u>7,241,812</u>	<u>1,648,157</u>	<u>1,247,031</u>	<u>-</u>	<u>(4,346,624)</u>
<u>General Revenues</u>					
Taxes					
					2,637,639
					1,398,276
					114,944
					<u>83,271</u>
					<u>4,234,130</u>
					(112,494)
					<u>3,470,808</u>
					<u>\$ 3,358,314</u>

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

Grant Parish Sheriff

Balance Sheet - Governmental Funds

June 30, 2020

	<u>General</u>	<u>Emergency 911 Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash and Cash Equivalents	\$ 2,968,881	\$ 516,116	\$ 37,535	\$ 3,522,532
Receivables	1,108,950	30,101	-	1,139,051
Due From Fiduciary Funds	156,762	-	-	156,762
Due From Other Funds	5,629	-	-	5,629
Total assets	\$ 4,240,222	\$ 546,217	\$ 37,535	\$ 4,823,974
Liabilities and Fund Balance				
Liabilities				
Accounts Payable	\$ 20,032	\$ -	\$ 5,848	\$ 25,880
Due to Other Funds	-	-	5,629	5,629
Total liabilities	20,032	-	11,477	31,509
Fund Balance				
Restricted For:				
Emergency Communications	-	546,217	-	546,217
Youth Programs	-	-	14,518	14,518
Chappel Operations and Maintenance	-	-	11,540	11,540
Unassigned	4,220,190	-	-	4,220,190
Total Fund Balances	4,220,190	546,217	26,058	4,792,465
Total Liabilities and Fund Balance	\$ 4,240,222	\$ 546,217	\$ 37,535	\$ 4,823,974

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

Grant Parish Sheriff

Reconciliation of the Governmental Funds Balance

Sheets to the Statement of Net Position

June 30, 2020

Total Fund Balances - Governmental Funds	\$ 4,792,465
Amounts reported for governmental activities in the statement of net position are different because:	
Long term liabilities are not due and payable in the current period and therefore they are not reported in the Governmental Fund Balance Sheet	(5,947,686)
Deferred inflows of resources that do not meet criteria for inclusion in the Governmental Fund Balance Sheet	1,440,180
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	3,443,432
Deferred outflows of resources that do not meet criteria for inclusion in the Governmental Fund Balance Sheet	<u>(370,077)</u>
Net Position of Governmental Activities	<u>\$ 3,358,314</u>

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

Grant Parish Sheriff

Statement of Revenue, Expenditures and Changes in Fund Balance - Governmental Funds For the Year Ended June 30, 2020

	<u>General</u>	<u>Emergency 911 Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Revenues:</u>				
Taxes				
Property Taxes	\$ 2,637,639	\$ -	\$ -	\$ 2,637,639
Sales Taxes	1,398,276	-	-	1,398,276
Intergovernmental	1,346,643	-	-	1,346,643
Fees, Charges, Fines and Forfeitures	1,341,559	271,682	33,216	1,646,457
Other	88,011	3,163	9,746	100,920
Total revenues	<u>6,812,128</u>	<u>274,845</u>	<u>42,962</u>	<u>7,129,935</u>
<u>Expenditures:</u>				
Current				
Public Safety				
Personnel Services	4,348,673	-	-	4,348,673
Operating Services	1,026,257	-	-	1,026,257
Materials and Supplies	664,256	-	20,401	684,657
Other Expenses	45,873	-	-	45,873
Capital Expenditures	129,048	-	-	129,048
Debt Service	71,938	-	-	71,938
Total expenditures	<u>6,286,045</u>	<u>-</u>	<u>20,401</u>	<u>6,306,446</u>
Excess (Deficiency) of Revenues Over Expenditures	526,083	274,845	22,561	823,489
<u>Other Financing Sources (Uses)</u>				
Proceeds from Leasing Transactions	25,977	-	-	25,977
Transfers In	283,216	-	-	283,216
Transfers Out	-	(250,000)	(33,216)	(283,216)
Net Change in Fund Balances	835,276	24,845	(10,655)	849,466
Fund balance - Beginning of Year	<u>3,384,914</u>	<u>521,372</u>	<u>36,713</u>	<u>3,942,999</u>
Fund balance - End of Year	<u>\$ 4,220,190</u>	<u>\$ 546,217</u>	<u>\$ 26,058</u>	<u>\$ 4,792,465</u>

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

Grant Parish Sheriff

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities For the Year Ended June 30, 2020

Change in Fund Balances - Governmental Funds		\$	849,466
Some transactions reported in the statement of activities do not require the use of current financial resources. Accordingly, a timing difference exist between when transactions affect the governmental funds and government-wide activities.			(769,703)
Governmental funds report debt proceeds as income and repayment of debt as an expenditure; however, these transactions increase and decrease liabilities reported in the statement of net position. The effect of debt proceeds and repayment are presented as follows:			
Debt proceeds	(25,977)		
Repayment of debt principal	<u>69,697</u>		43,720
Capital outlays are reported in Governmental Funds as expenditures; however, in the Government-Wide Statement of Activities, the cost is reported as an asset and allocated over estimated useful lives as depreciation expense. Amounts reported as capital expenditures and depreciation expense are provided as follows:			
Capital expenditures reported by Governmental Funds	129,048		
Depreciation expense reported on a government-wide basis	<u>(365,025)</u>		<u>(235,977)</u>
Change in Net Position - Government-Wide Statement of Activities		\$	<u>(112,494)</u>

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

Grant Parish Sheriff

Statement of Fiduciary Net Position ***June 30, 2020***

	<u>Agency Funds</u>
<u>Assets</u>	
Cash and Cash Equivalents	\$ 970,794
Receivables	<u>24,558</u>
Total Assets	<u>\$ 995,352</u>
<u>Liabilities</u>	
Due to Taxing Bodies and Others	\$ 838,590
Due to Other Funds	<u>156,762</u>
Total Liabilities	<u>\$ 995,352</u>

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

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

The accompanying policies conform to generally accepted accounting principles for governmental units.

Financial Reporting Entity

The Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of a financial reporting entity. The basic criterion for including a potential component unit within a reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the reporting entity 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 reporting entity.
2. Organizations for which the reporting entity does not appoint a voting majority but are fiscally dependent on the reporting entity.
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.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Based on the previous criteria, the Grant Parish Sheriff's Office is considered a primary government. Furthermore, based on application of the criteria presented above, the Sheriff's Office has no component units.

Basic Financial Statements

The basic financial statements include both government-wide and fund financial statements. Both government-wide and fund financial statements categorize all of the Grant Parish Sheriff's operations as governmental activities. Governmental activities involve government services that are normally supported by taxes and intergovernmental revenues.

The government-wide and fund financial statements present the Grant Parish Sheriff's financial position and results of operations from differing perspectives which are described as follows:

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the Grant Parish Sheriff as a whole. The effect of most interfund activity is eliminated from these financial statements. Furthermore, government-wide financial statements exclude any fiduciary activities which are reported in the fund financial statements.

Program revenues reported in the Statement of Activities consist of amounts that are directly associated with a governmental service. Program revenues include charges for services and most grants.

Fund Financial Statements

Funds are separate accounting entities that are designed to assist with demonstrating legal compliance and segregating transactions by activity. The Sheriff's funds include governmental funds and fiduciary funds described as follows:

Governmental Funds

Major individual funds are reported as separate columns in the fund financial statements. Sheriff's major funds are described as follows:

General Fund – The general fund is the primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Emergency 911 Fund – This fund is used to account for funds dedicated to the providing emergency communications.

Fiduciary Funds

Fiduciary funds utilized by the Sheriff's Office are limited to agency funds that account for assets held as an agent on behalf of individuals and organizations. The agency funds are custodial in nature and does not measure of results of operations.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The basis of accounting and measurement focus used for various financial statement presentations are described as follows:

<u>Financial Statement Presentation</u>	<u>Basis of Accounting</u>	<u>Measurement Focus</u>
Government-Wide Financial Statements	Accrual Basis	Economic Resources
Fund Financial Statements	Modified Accrual Basis	Current Financial Resources

Under the accrual basis of accounting and the economic resources measurement focus, revenues are recorded when earned and expenses are recorded when a liability is incurred.

Under the modified accrual basis of accounting and the current financial resources measurement focus revenue is recognized when it is considered measurable and available. Revenue is generally considered available if it is collected within 60 days of year end or may otherwise be available to finance current expenditures. In addition, expenses are generally recorded when a liability has been incurred. Furthermore, when the current financial resources measurement focus is used, amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure of funds. In addition, long-term debts are excluded from amounts reported as liabilities. Proceeds from issuing long-term debt are reported other financing sources and repayment of long-term debt is reported as an expenditure of funds.

Use of Estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Budget Practices

Budgets are adopted on the modified accrual basis of accounting, as discussed in the Governmental Funds. Annual appropriated budgets are usually adopted for the General and Special Revenue Funds. All annual appropriations lapse at the end of the fiscal year. Budgets for capital projects are adopted on a project-length basis. Because these non-operating budgets primarily serve as a management control function, no comparison between budgeted and actual amounts for funds budgeted on this basis is provided in this document.

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

- The Sheriff prepares a proposed budget no later than fifteen days prior to the beginning of each fiscal year.
- A summary of the proposed budget is published and the public is notified that the proposed budget is available for public inspection. At the same time, the date of the public hearing is published.
- A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

- After the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted prior to the commencement of the fiscal year for which the budget is being adopted.
- All budgets are controlled at the fund level, and are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts shown in the financial statements are as originally adopted or as amended from time to time by the Sheriff.

Capital Assets

Capital assets include buildings, equipment and vehicles that are expected to remain in service for a period of years. Capital assets are reported in the government-wide financial statements but are excluded from the fund financial statements. Instead, the funds report the acquisition of capital assets as expenditures rather than asset acquisitions.

All capital assets are reported at historical cost less accumulated depreciation. Depreciation is computed using the straight-line method and estimated useful lives that are based on the expected durability of the particular asset. Useful lives range from 3 to 40 years depending on the nature of the capital asset.

Cash

Amounts reported as cash and cash equivalents (restricted and unrestricted) include all cash on hand, cash in bank accounts, certificates of deposit and highly liquid investments. Highly liquid investments include amounts held in investment pools that hold highly liquid securities.

Accrued Leave

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure of funds and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are not reported in the Fund Financial Statements. The full liability and related costs are reported in the Government-Wide Financial Statements. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

Internal Activity

Resources belonging to particular funds are commonly shared with other funds that need access to additional resources. When resources are provided without expectation of repayment, the transaction is reported as a transfer. Transfers are treated as a source of income by the recipient and as an expense or expenditure by the provider. If repayment is eventually expected to occur, interfund receivables and payables are recorded. In preparing the government-wide financial statements, internal activity is eliminated.

Prepaid Items

The unused portion of insurance premiums and other expenses that are paid in advance are reported as prepaid items in the government-wide and fund financial statements.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Delayed Revenues

Certain grant funds have been collected but are not earned until qualified purchases have been completed. These amounts are reported as delayed revenues.

Supplemental Wages

Certain employees receive supplemental wages from the State of Louisiana. These supplemental wages are recognized as intergovernmental revenues and salaries and related benefits.

NOTE 2 – TAXES

Operations of the Sheriff’s Office are supported by both property and sales taxes. Details regarding both sources are presented as follows:

Property Taxes

Property taxes are assessed based on values determined by the Grant Parish Tax Assessor. These taxes are billed and collected by the Sheriff’s civil office. For the year ended June 30, 2020, the Sheriff has levied property taxes as follows:

	<u>Millage</u>	<u>Expiration</u>
Millage for general operations authorized by Louisiana Revised Statutes.	27.79	N/A
Millage for the purpose of constructing, improving, maintaining and operating jail facilities	19.02	2040

Ad valorem taxes are assessed on a calendar year basis and are due on or before December 31 in the year the tax is levied. Revenues from ad valorem taxes are recognized as revenue in the year billed.

Sales Taxes

The Sheriff’s Office levies a 1% sales tax for general operations including the following matters:

- Paying salaries and related benefits.
- Acquiring, leasing, operating and maintaining vehicles, furniture, fixtures and equipment.

NOTE 3 - CASH AND CASH EQUIVALENTS

The Grant Parish Sheriff’s cash balances at June 30, 2020 are summaries as follows:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Cash on Hand	\$ 1,100	\$ ----	\$ 1,100
Deposits in Financial Institutions	3,293,532	879,677	4,173,209
Cash Equivalents	227,900	91,117	319,017
Total	<u>\$ 3,522,532</u>	<u>\$ 970,794</u>	<u>\$ 4,493,326</u>

Deposits in Financial Institutions

Deposits include demand deposits and certificates of deposit as presented below:

Demand Deposits	\$ 1,792,176	\$ 879,677	\$ 2,671,853
Certificates of Deposit	1,501,356	----	1,501,356
Total	<u>\$ 3,293,532</u>	<u>\$ 879,677</u>	<u>\$ 4,173,209</u>

Deposits in financial institutions totaled \$4,334,463 (collected book balance). These deposits are secured from risk by \$1,328,407 in Federal Deposit Insurance, pledged securities with a market value of \$927,966, and an irrevocable standby letter of credit from the Federal Home Loan Bank of Dallas in the amount of \$3,750,000. The pledged securities are held by a custodial bank in the name of the pledging institution (fiscal agent). However, State Law imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within ten (10) days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

The Grant Parish Sheriff limits credit risk by requiring pledged securities in the manner described above. In addition, interest rate risk is minimized by acquiring only those certificates of deposit that have an original maturity of two years or less.

Cash Equivalents

Cash equivalents consist entirely of amounts invested in the Louisiana Asset Management Pool (LAMP). 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 LA – R.S. 33:2955.

Generally accepted accounting principles require disclosure of credit risk, custodial credit risk, concentration of credit risk interest rate risk, and foreign currency risk for all public entity investments.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

LAMP is an external investment pool that, to the extent practical, invest in a manner consistent with Generally Accepted Accounting Principles for investment pools. The following facts are relevant for investment pools:

- Credit risk: LAMP is rated AAA by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investments is (NUMBER- days) (from LAMP's monthly Portfolio Holdings) as of (DATE – month-end).
- Foreign currency risk: Not applicable.

The investments in LAMP are stated at fair value. 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 net asset value of the 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.

NOTE 4 - RECEIVABLES

Receivables at year end are summarized as follows:

	General Fund	Emergency 911 Fund	Total
<u>Accounts Receivable</u>			
Sales Taxes	\$ 161,498	\$ ----	\$ 161,498
Other	9,706	30,101	39,807
Total	<u>171,204</u>	<u>30,101</u>	<u>201,305</u>

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

	<u>General Fund</u>	<u>Emergency 911 Fund</u>	<u>Total</u>
<u>Due From Governments</u>			
Feeding and Housing Prisoners	34,546	----	34,546
Cares Act Funding	875,280	----	875,280
Mowing Fees	27,920	----	27,920
Total	<u>937,746</u>	<u>----</u>	<u>937,746</u>
Total Receivables	<u>\$ 1,108,950</u>	<u>\$ 30,101</u>	<u>\$ 1,139,051</u>

NOTE 5 – CAPITAL ASSETS

A summary of the Grant Parish Sheriff's capital assets is provided as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Land	\$ 53,454	\$ ----	\$ ----	\$ 53,454
<u>Capital Assets Being Depreciated:</u>				
Buildings and Improvements	4,457,000	----	----	4,457,000
Equipment	1,295,202	17,500	20,000	1,292,702
Vehicles	1,246,014	111,548	147,881	1,209,681
Less Accumulated Depreciation	(3,372,261)	(364,408)	(167,264)	(3,569,405)
Total Subject to Depreciation	<u>3,625,955</u>	<u>(235,360)</u>	<u>(617)</u>	<u>3,389,978</u>
Total Net of Depreciation	<u>\$ 3,679,409</u>	<u>\$ (235,360)</u>	<u>\$ (617)</u>	<u>\$ 3,443,432</u>

NOTE 6 – PAYABLES

Accounts payable at year end are summarized as follows:

	<u>General Fund</u>	<u>Emergency 911 Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Payable to Venders	\$ 20,032	\$ ----	\$ ----	\$ 20,032
Miscellaneous	----	----	5,848	5,848
Total Payables	<u>\$ 20,032</u>	<u>\$ ----</u>	<u>\$ 5,848</u>	<u>\$ 25,880</u>

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

NOTE 7 – ACCRUED LEAVE

The obligation to provide vacation leave to employees is referred to as accrued leave. Resources provided by the general fund are used to liquidate the accrued leave balances. Accrued leave balances and activity are presented as follows:

Beginning Balance	\$ 61,254
Net Increase (Decrease)	<u>8,322</u>
Ending Balance	<u>\$ 69,576</u>

NOTE 8 - RISK MANAGEMENT

The Grant Parish Sheriff is exposed to various risks of loss related to torts; theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Grant Parish Sheriff insures against these risks by participating in a public entity risk pool that operates as a common insurance program and by purchasing commercial insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 9 – RETIREMENT PLAN

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

Eligible employees are entitled to benefits upon retirement amounting to 3⅓% of average final compensation for each year of creditable service. Eligibility is based on hire dates and lengths of service. Retirement benefit cannot exceed 100% of their final-average salary. The System also provides death and disability benefits. Benefits are established or amended by state statute.

Funding Policy - Plan members are required by state statute to contribute 10.25% of their annual covered salary and the Grant Parish Sheriff is required to contribute at an actuarially determined rate. The current rate is 12.75% of annual covered payroll. Contributions to the System also include one-half of one percent of the taxes shown to be collectible by the tax rolls of each parish and funds as required and available from insurance premium taxes. The contribution requirements of plan members and the Grant Parish Sheriff are established and may be amended by state statute. The Grant Parish Sheriff's contributions to the System for the previous three years were equal to the required contributions for each year.

Financial Summary – The plan description, funding policies and financial information provides a summary of the Plan provisions and finances. For additional details, the System issues an annual publicly available stand-alone financial report. The financial report includes information about the plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position. The report can be obtained on the internet at la.state.la.us. The plan's fiduciary net

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

position and net pension liability was determined at June 30, 2019 (measurement date and actuarial valuation date) and details are provided as follows:

Total Pension Liability	\$ 4,264,735,402
Plan Fiduciary Net Position	3,791,712,511
Net Pension Liability	<u>473,022,891</u>
Sheriff's Office's Proportionate Share (Percentage)	0.400523%
Sheriff's Office's Proportionate Share (Amount)	<u>\$ 1,894,565</u>

The Sheriff's Office's share of the net pension liability was determined based on its proportionate share of employer contributions. The net pension liability presented above was not affected by any special funding situations. Changes in the Sheriff's Office's proportionate share of Plan's net pension liability during the measurement period ending June 30, 2019 are provided as follows:

Beginning Net Pension Liability	\$ 1,494,968
Employer Contributions	(513,986)
Pension Expense	581,348
Change in Deferred Outflows of Resources	185,008
Change in Deferred Inflows of Resources	<u>147,227</u>
Ending Net Pension Liability	<u>\$ 1,894,565</u>

There were no changes between June 30, 2020 and the Plan's measurement date that are expected to have a significant effect on the Sheriff's Office's proportionate share of the collective net pension liability. Balances presented as deferred outflows of resources and deferred inflows of resources reported in connection with participation in the plan are presented as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total (Net)
Differences Between Expected and Actual Experience	\$ ----	\$ 362,960	\$ (362,960)
Net Difference Between Projected and Actual			
Investment Earnings on Pension Plan Investments	68,177	----	68,177
Changes of Assumptions	579,006	----	579,006
Changes in Proportion	150,864	7,117	143,747
Employer Contributions Made After the Measurement Date	<u>642,133</u>	----	<u>642,133</u>
Total Deferrals	1,440,180	370,077	1,070,103
Deferrals That Will be Recorded as a Reduction in Net Pension Liability in the Subsequent Reporting Period	<u>(642,133)</u>	----	<u>(642,133)</u>
Deferrals Subject to Amortization	<u>\$ 798,047</u>	<u>\$ 370,077</u>	<u>\$ 427,970</u>

Deferrals that will be amortized as a component of pension expense in future periods are summarized as follows:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

<u>For the Year Ending:</u>	
June 30, 2020	\$ 162,451
June 30, 2021	(25,070)
June 30, 2022	118,261
June 30, 2023	128,808
June 30, 2024	<u>43,520</u>
Total	<u>\$ 427,970</u>

A summary of the actuarial methods and assumptions used in determining the total pension liability as of the measurement date are as follows:

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.10% net of investment expense
Projected Salary Increases	5.5% (2.50% Inflation, 3.00% Merit)
Expected Remaining Service Lives	6-7 Years
Mortality Rates	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Table for active members, healthy annuitants and beneficiaries. RP-2000 Disabled Lives Mortality Table for disabled annuitants.
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.

Estimates of arithmetic real rates of return for each major asset class based on target asset allocation are presented as follows:

Asset Class	Target Allocation	Real Return Arithmetic Basis	Expected Real Rate of Return
Equity Securities	62%	7.1%	4.4%
Bonds	23%	3.0%	0.7%
Alternative Investments	15%	4.6%	0.6%
Totals	100%		5.7%
Inflation			2.4%
Expected Arithmetic Nominal Return			<u>8.1%</u>

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

The mortality rate assumptions were set after reviewing an experience study performed over the period July 1, 2009 through June 30, 2014. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the Fund's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that these tables would produce liability values approximating the appropriate generational mortality tables used.

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the Fund's actuary. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity to changes in the discount has been determined by measuring net pension liability at a discount rate that is one percentage point lower and one percentage point higher than the current rate. The results are presented as follows:

	1% Decrease Discount Rate	6.10% Current Discount Rate 7.10%	1% Increase 8.10% Discount
Net Pension Liability	\$ 3,961,826	\$ 1,894,565	\$ 154,777

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS

Details regarding other post-employment benefits (OPEB) that the Sheriff's Office provides for its workforce are provided as follows:

Plan Description

The Sheriff's Office's established policies and procedures include providing certain healthcare benefits for retirees. This policy amounts to a single-employer defined benefit healthcare plan (the Plan) administered by the Sheriff's Office. The Plan provides medical benefits through the Sheriff's group health insurance plan which covers both active and retired members. Benefits under the plan are made available to employees upon actual retirement. The Plan does not issue a publicly available financial report. Plan participants are typically eligible for healthcare benefits when they become eligible for benefits from the Louisiana Sheriff's Pension and Relief Fund.

Funding Policy

Employees do not contribute to their post-employment benefits costs until they become retirees and begin receiving those benefits. The Sheriff's Office has not established a trust fund to finance the cost of benefits and the Plan has no assets.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Net Other Post Employment Liability

The liability has been determined using the Alternative Measurement Method permitted by Generally Accepted Accounting Standards in place of an actuarial valuation. The measurement date for the alternative measurement method calculation is June 30, 2020. Changes in the liability are presented as follows:

	<u>Total OPEB Liability</u>	<u>Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Service Cost	\$ 206,612	\$ ----	\$ 206,612
Interest	93,675		93,675
Economic / Demographic Gains or Losses	499,788		499,788
Assumption or Input Changes	----	----	----
OPEB Expense	800,075	----	800,075
Employer Contributions	----	93,650	(93,650)
Benefit Payments	(93,650)	(93,650)	----
Net Change	706,425	----	706,425
Beginning Balance	3,185,418	----	3,185,418
Ending Balance	<u>\$ 3,891,843</u>	<u>\$ ----</u>	<u>\$ 3,891,843</u>

Covered employees consist of 76 active subscribers and 13 inactive subscribers. All eligible inactive subscribers are currently receiving benefits.

Valuation Methods and Assumptions

Significant assumptions and other inputs used to measure the total OPEB liability are summarized as follows:

<u>Title</u>	<u>Description</u>
Age Adjustment Factor	2.197511
Average Retirement Age	62
Employer Future Premium Contribution	Remain a level % of the total cost over time.
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll
Plan Asset Return	N/A
Bond Yield	2.800%

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Title	Description
Discount Rate	2.800%
Measurement Date	6/30/2020
Prior Measurement Date	6/30/2019
Prior Discount Rate	2.800%
Projected Salary Increases	2.00%
Amortization Period	20
Percentage Participation	100%
Net OPEB Liability and Actuarially Determined Contribution	Calculated using the Alternative Measurement Method in accordance with GASB methodology
Mortality Table	Pub-2010 Public Retirement Plans Mortality Tables, with mortality improvement projected for 10 years. Derived from data maintained by the U.S. Office of Personnel Management regarding the most recent experience of the employee group covered by the Federal Employees Retirement system.
Turnover Assumption	Derived from data maintained by the U.S. Office of Personnel Management regarding the most recent experience of the employee group covered by the Federal Employees Retirement system.
Medical Cost Trend Rates	Ranging from 4.9% in the initial year down to 4.3% beginning in year 7.
Pharmacy Trend Cost Rates	Ranging from 5.9% in the initial year down to 4.3% beginning in year 8.
Dental	Ranging from 3.5% in the initial year down to 3.0% beginning in year 3.
Vision Cost Trend Rates	3.0%

Sensitivity to Rates

Net OPEB liability calculations are impacted by various rate assumptions. An analysis of how the liability would be effected by changes in various rate assumptions is presented as follows:

	Healthcare Cost Trend Rate		
	Baseline Trend Less 1%	Baseline Trend	Baseline Trend Plus 1%
Net OPEB Liability	\$ 3,462,775	\$ 3,891,843	\$ 4,431,738

	Discount Rate		
	Baseline Less 1% 1.800%	Baseline 2.800%	Baseline Plus 1% 3.800%
Net OPEB Liability	\$ 4,625,555	\$ 3,891,843	\$ 3,317,267

NOTE 11 – INTERNAL BALANCES

Internal balances include interfund receivables and payables as well as operating transfers. These various types of internal balances are presented as follows:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Interfund Receivables and Payables

In the ordinary course of business funds engage in transactions on behalf of other funds resulting in various interfund obligations that are summarized as follows:

	Governmental Funds				Fiduciary Funds	Total
	General Fund	Emergency 911 Fund	Non-Major Funds	Total		
<u>Interfund Receivables</u>						
The General Fund is legally entitled to resources held by various special revenue funds	\$ 5,629	\$ ----	\$ ----	\$ 5,629	\$ ----	\$ 5,629
Certain resources held by fiduciary funds were collected on behalf of the general fund	156,762	----	----	156,762	----	156,762
Total	\$ 162,391	\$ ----	\$ ----	\$ 162,391	\$ ----	\$ 162,391
<u>Interfund Payables</u>						
These funds currently hold resources that the general fund is legally entitled to receive.	\$ ----	\$ ----	\$ 5,629	\$ 5,629	\$ ----	\$ 5,629
Certain resources held by fiduciary funds were collected on behalf of the general fund	----	----	----	----	156,762	156,762
Total	\$ ----	\$ ----	\$ 5,629	\$ 5,629	\$ 156,762	\$ 162,391

Operating Transfers

In the ordinary course of business, resources are transferred between funds for various reasons. A description of the transfers and the purpose for the transfers is presented as follows:

	General Fund	Emergency 911 Fund	Non-Major Funds	Total
<u>Transfers In</u>				
The Emergency 911 Fund has transferred resources to the general fund in order to offset cost incurred by the General Fund that benefit 911 operations	\$ 250,000	\$ ----	\$ ----	\$ 250,000
Excess Funds remaining in the inmate fund were transferred to the General Fund	33,216	----	----	33,216
Total Transfers In	\$ 283,216	\$ ----	\$ ----	\$ 283,216

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

	<u>General Fund</u>	<u>Emergency 911 Fund</u>	<u>Non-Major Funds</u>	<u>Total</u>
<u>Transfers Out</u>				
The Emergency 911 Fund has transferred resources to the general fund in order to offset cost incurred by the General Fund that benefit 911 operations	\$ ----	\$ 250,000	\$ ----	\$ 250,000
Excess Funds remaining in the inmate fund were transferred to the General Fund	----	----	33,216	33,216
Total Transfers Out	<u>\$ ----</u>	<u>\$ 250,000</u>	<u>\$ 33,216</u>	<u>\$ 283,216</u>

NOTE 12 – CONTINGENCIES:

Existing conditions that may have financial consequences are referred to as contingencies. Contingencies existing at June 30, 2020 are described as follows:

Litigation:

Like most governmental units with extensive and diverse operations, the Sheriff's Office is occasionally named as a defendant in litigation. The Sheriff's Office has insurance to protect against the possibility of unfavorable judgments and at year end management does not expect any financial exposure related to litigation.

Grant Compliance:

The Sheriff's Office receives state and federal assistance through various grant programs. Management is confident that all significant grant conditions have been met; however, grantor agencies routinely review grant activity and could request reimbursement if a dispute occurs regarding compliance with grant conditions.

NOTE 13 – EX-OFFICIO TAX COLLECTOR (AD VALOREM TAX COLLECTIONS AND DISTRIBUTIONS)

Disclosures related to the Sheriff's function as ex officio tax collector required by Louisiana Law are presented as follows:

- The amount of cash on hand in the tax collector account at June 30, 2020 was \$43,237.
- Taxes collected and taxes assessed that remain uncollected are provided below:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Taxing Authority	Taxes	
	Taxes Collected	Assessed and Uncollected
Grant Parish Police Jury	\$ 1,644,972	\$ ----
Grant Parish School Board	3,309,364	----
Grant Parish Assessor	432,705	----
Grant Parish Sheriff	2,661,622	----
Red River Waterway Commission	129,226	----
Nineteenth Louisiana Levee District	73,055	----
Grant Parish Hospital District Number 1	55,712	----
Grant Parish Hospital District Number 7	16,000	----
Grant Parish Recreational District Number 2	25,848	----
Louisiana Department of Agriculture and Forestry	14,615	----
Grant Parish Fire District Number 1	252,194	----
Grant Parish Fire District Number 2	37,425	----
Grant Parish Fire District Number 3	87,821	----
Grant Parish Fire District Number 4	26,203	----
Grant Parish Fire District Number 5	248,660	----
Grant Parish Fire District Number 6	134,890	----
Grant Parish Fire District Number 7	17,531	----
Louisiana Tax Commission	8,263	----
	<u>\$ 9,176,106</u>	<u>\$ ----</u>

NOTE 14 – OTHER TAX COLLECTIONS AND DISTRIBUTIONS)

In addition to the ad valorem taxes described in the preceding note, the Grant Parish Sheriff's Office collects various taxes on behalf of an assortment of taxing authorities. An analysis of collections and distributions attributable to these taxes is presented as follows:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

	Total Collections	Collection Cost	Refunds	Final Distribution
<u>Sales Taxes:</u>				
Grant Parish School Board	\$ 1,377,267	\$ 30,286	\$ 1,804	\$ 1,345,177
GPSB Transportation	1,377,267	30,286	1,804	1,345,177
Town of Colfax	372,696	8,202	176	364,318
Town of Pollock	80,498	1,772	---	78,726
Village of Georgetown	20,331	448	---	19,883
Village of Georgetown – Sewer	20,331	448	---	19,883
Village of Creola	54,700	1,204	---	53,496
Town of Montgomery	53,838	1,182	176	52,480
Grant Parish Police Jury	1,377,267	30,286	1,804	1,345,177
Village of Dry Prong	63,469	1,394	176	61,899
Total Sales Taxes	<u>\$ 4,797,664</u>	<u>\$ 105,508</u>	<u>\$ 5,940</u>	<u>\$ 4,686,216</u>
<u>Alcohol Permits</u>				
Grant Parish Police Jury	<u>\$ 146</u>	<u>\$ ----</u>	<u>\$ ----</u>	<u>\$ 146</u>
<u>Hotel / Motel Tax</u>				
Grant Parish Police Jury	<u>\$ 2,637</u>	<u>\$ ----</u>	<u>\$ ----</u>	<u>\$ 2,637</u>

NOTE 15 – FUND EQUITY

Subdivisions of fund equity are limited to resources accumulated from sources restricted for emergency communications and chapel activities. Restricted resources are typically utilized whenever expenditures are incurred and both restricted and unrestricted resources are available.

NOTE 16 – CAPITAL LEASE OBLIGATIONS

Long-term debt activity is limited to capital lease obligations that were executed in order to acquire vehicles for law enforcement activities. Details related to these obligations are provided as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
<u>Governmental Activities</u>				
Capital Lease Obligations	\$ 135,422	\$ ----	\$ 43,720	\$ 91,702

The capital lease obligations included in the summary presented above consist of the agreements described below.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2020

Revolving lease arrangement to acquire vehicles from a fleet management program, payable in varying monthly installments with the final payment due in 2025.	\$ 91,702
Current Portion	<u>49,352</u>
Long Term Portion	<u>\$ 42,350</u>

Future minimum lease payments associated with the lease obligations described above are presented as follow:

<u>Year Ended December 31st</u>	
2021	\$ 51,437
2022	24,128
2023	13,468
2024	5,725
2025	<u>477</u>
Total Minimum Lease Payments	95,235
Amounts Representing Interest	<u>3,533</u>
Present Value of Future Minimum Lease Payments	<u>\$ 91,702</u>

NOTE 17 - GRANT CONTINGENCIES

Funding has been received and recognized resunder the Coronavirus Relief Fund in the amount of \$875,280. Based on the available guidance, management believes that it has fully complies with the requirements imposed by the Coronavirus Relief Fund. However, the Coronavirus Relief Fund is a new program that was recently adopted by the Federal Government. Under these circumstances, program requirements and guidance could continue to evolve. The evolving nature of the situation could ultimately effect the ability to retain funds that have been received.

Grant Parish Sheriff

Statement of Revenue, Expenditures and Changes in Fund Balance - Budget vs Actual

General Fund

For the Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>				
Taxes	\$ 4,000,000	\$ 4,148,674	\$ 4,035,915	\$ (112,759)
Intergovernmental	425,000	320,923	1,346,643	1,025,720
Fees, Charges, Fines and Forfeitures	1,675,000	1,244,851	1,341,559	96,708
Other	45,000	78,590	88,011	9,421
Total revenues	<u>6,145,000</u>	<u>5,793,038</u>	<u>6,812,128</u>	<u>1,019,090</u>
<u>Expenditures:</u>				
Current				
Public Safety				
Grant Parish				
Personnel Services	4,385,000	3,993,754	4,348,673	(354,919)
Operating Services	860,000	1,081,593	1,026,257	55,336
Materials and Supplies	550,000	503,868	664,256	(160,388)
Other Expenses	91,000	63,569	45,873	17,696
Capital Expenditures	250,000	290,319	129,048	161,271
Debt Service	-	173	71,938	(71,765)
Total expenditures	<u>6,136,000</u>	<u>5,933,276</u>	<u>6,286,045</u>	<u>(352,769)</u>
Excess (Deficiency) of Revenues Over Expenditures	9,000	(140,238)	526,083	666,321
<u>Other Financing Sources (Uses)</u>				
Proceeds form Leasing Transactions	-	-	25,977	25,977
Transfers In	-	-	283,216	283,216
Net Change in Fund Balances	<u>\$ 9,000</u>	<u>\$ (140,238)</u>	<u>\$ 835,276</u>	<u>\$ 975,514</u>

Grant Parish Sheriff

Statement of Revenue, Expenditures and Changes in Fund Balance - Budget vs Actual

Major Special Revenue Funds

For the Year Ended June 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Emergency 911 Fund</u>				
<u>Revenues:</u>				
Fees, Charges, Fines and Forfeitures	\$ 230,000	\$ 243,026	\$ 271,682	\$ 28,656
Other	<u>22,000</u>	<u>72,131</u>	<u>3,163</u>	<u>(68,968)</u>
Total revenues	<u>252,000</u>	<u>315,157</u>	<u>274,845</u>	<u>(40,312)</u>
<u>Expenditures:</u>				
Public Safety				
Operating Services	1,200	1,200	-	1,200
Capital Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,200</u>	<u>1,200</u>	<u>-</u>	<u>1,200</u>
Excess (Deficiency) of Revenues Over Expenditures	250,800	313,957	274,845	(39,112)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 800</u>	<u>\$ 63,957</u>	<u>\$ 24,845</u>	<u>\$ (39,112)</u>

Grant Parish Sheriff

Schedule of Changes in Net OPEB Liability Retiree Healthcare Plan

	For the Year Ended June 30, 2020	For the Year Ended June 30, 2019	For the Year Ended June 30, 2018
<u>Total OPEB Liability</u>			
Beginning Balance	\$ 3,185,418	\$ 2,426,992	\$ 2,193,411
Service Cost	206,612	161,068	226,354
Interest	93,675	102,016	78,417
Economic and Demographic Gains or Losses	499,788	43,055	-
Changes in Assumptions or Inputs	-	528,354	-
Benefit Payments	(93,675)	(76,067)	(71,190)
Ending Balance	<u>3,891,818</u>	<u>3,185,418</u>	<u>2,426,992</u>
<u>Fiduciary Net Position</u>			
Beginning Balance	-	-	-
Employer Contributions	93,675	76,067	71,190
Benefit Payments	(93,675)	(76,067)	(71,190)
Ending Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net OPEB Liability	<u>\$ 3,891,818</u>	<u>\$ 3,185,418</u>	<u>\$ 2,426,992</u>
Fiduciary Net Position as a Percentage of the Total OPEB Liability			
	0.0%	0.0%	0.0%
Covered Payroll	2,853,925	2,798,789	2,791,943
Net OPEB Liability as a Percentage of Covered Payroll			
	136.4%	113.8%	86.9%

This schedule is intended to fulfill requirements to present information for a period of 10 years. However, until a full 10 year trend has been compiled, information is presented only for the years for which the required information is available.

There are no assets accumulated in a trust that meets criteria established by Governmental Accounting Standards to pay related benefits. In addition, there are no known factors that can be expected to significantly effect the amounts reported.

Grant Parish Sheriff

Schedule of Net Pension Liability Data Cost Sharing Retirement Systems

Retirement System / Measurement Date	Share of Collective		Covered Payroll	Net Pension	Pension Plans
	Net Pension Liability			Liability as a	Fiduciary Net
	Percent	Amount		Percentage of Covered Payroll	Position as a Percentage of Total Pension Liability
Louisiana Sheriffs Pension and Relief Fund					
June 30, 2014	0.34%	1,336,027	2,115,656	63.1%	87.3%
June 30, 2015	0.35%	1,579,013	2,169,207	72.8%	86.6%
June 30, 2016	0.37%	2,371,282	2,525,062	93.9%	82.1%
June 30, 2017	0.37%	1,606,848	2,571,626	62.5%	88.5%
June 30, 2018	0.39%	1,494,968	2,679,304	55.8%	90.4%
June 30, 2019	0.40%	1,894,565	2,853,925	66.4%	88.9%

Notes to Schedule:

This schedule is intended to fulfill requirements to present information for a period of 10 years. However, until a full 10 year trend has been compiled, information is presented only for the years for which the required information is available.

At the present time, management has not identified any factors that are expected to significantly affect trends in the amounts reported above.

Grant Parish Sheriff

Schedule of Employer Contributions Cost Sharing Retirement Systems

Retirement System / Measurement Date	Statutorily	Contributions	Difference	Covered Payroll	Contributions Recognized as a Percentage of Covered Payroll
	Required Employer Contributions	Recognized By the Pension Plan	Between Required and Recognized Contributions		
Louisiana Sheriffs Pension and Relief Fund					
June 30, 2014	301,481	301,481	-	2,115,656	14.25%
June 30, 2015	301,481	334,741	(33,260)	2,192,589	15.27%
June 30, 2016	347,196	351,182	(3,986)	2,525,060	13.91%
June 30, 2017	340,741	340,490	251	2,571,626	13.24%
June 30, 2018	341,611	342,413	(802)	2,679,304	12.78%
June 30, 2019	349,606	342,852	6,754	2,853,925	12.01%

Notes to Schedule:

This schedule is intended to fulfill requirements to present information for a period of 10 years. However, until a full 10 year trend has been compiled, information is presented only for the years for which the required information is available.

At the present time, management has not identified any factors that are expected to significantly affect trends in the amounts reported above.

Grant Parish Sheriff

Combining Balance Sheet - Non-Major Governmental Funds

June 30, 2020

	Inmate Fund	Toys For Kids	Chapel Fund	Total Other Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 11,477	\$ 14,518	\$ 11,540	\$ 37,535
Receivables	-	-	-	-
Due From Fiduciary Funds	-	-	-	-
Due From Other Funds	-	-	-	-
Total assets	\$ 11,477	\$ 14,518	\$ 11,540	\$ 37,535
Liabilities and Fund Balance				
<u>Liabilities</u>				
Accounts Payable	\$ 5,848	\$ -	\$ -	\$ 5,848
Due to Other Funds	5,629	-	-	5,629
Total liabilities	11,477	-	-	11,477
<u>Fund Balance</u>				
Restricted For:				
Youth Programs	-	14,518	-	14,518
Chappel Operation and Maintenance	-	-	11,540	11,540
Total Fund Balances	-	14,518	11,540	26,058
Total Liabilities and Fund Balance	\$ 11,477	\$ 14,518	\$ 11,540	\$ 37,535

Grant Parish Sheriff

Combining Statement of Revenue, Expenditures and Changes in Fund Balance - Non-Major Governmental Funds For the Year Ended June 30, 2020

	Inmate Fund	Toys For Kids	Chapel Fund	Total Other Governmental Funds
<u>Revenues:</u>				
Fees, Charges, Fines and Forfeitures	\$ 33,216	\$ -	\$ -	\$ 33,216
Other	-	9,646	100	9,746
Total revenues	<u>33,216</u>	<u>9,646</u>	<u>100</u>	<u>42,962</u>
<u>Expenditures:</u>				
Current				
Public Safety				
Materials and Supplies	-	9,577	10,824	20,401
Capital Expenditures	-	-	-	-
Total expenditures	<u>-</u>	<u>9,577</u>	<u>10,824</u>	<u>20,401</u>
Excess (Deficiency) of Revenues Over Expenditures	33,216	69	(10,724)	22,561
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	-	-
Transfers Out	<u>(33,216)</u>	<u>-</u>	<u>-</u>	<u>(33,216)</u>
Net Change in Fund Balances	-	69	(10,724)	(10,655)
Fund balance - Beginning of Year	-	14,449	22,264	36,713
Fund balance - End of Year	<u>\$ -</u>	<u>\$ 14,518</u>	<u>\$ 11,540</u>	<u>\$ 26,058</u>

Grant Parish Sheriff

Combining Statement of Fiduciary Net Position - Agency Funds

June 30, 2020

	Agency Funds					
	Bonds and Fines Fund	Cash Bonds Fund	Civil Fund	Property Tax Collections	Sales Tax Collections	Total
<u>Assets</u>						
Cash and Cash Equivalents	\$ 59,876	\$ 146,098	\$ 56,609	\$ 141,597	\$ 566,614	\$ 970,794
Receivables	-	629	-	23,929	-	24,558
Total Assets	<u>\$ 59,876</u>	<u>\$ 146,727</u>	<u>\$ 56,609</u>	<u>\$ 165,526</u>	<u>\$ 566,614</u>	<u>\$ 995,352</u>
<u>Liabilities</u>						
Due to Taxing Bodies and Others	\$ 55,957	\$ 143,270	\$ 53,909	\$ 158,048	\$ 427,406	\$ 838,590
Due to Other Funds	3,919	3,457	2,700	7,478	139,208	156,762
Total Liabilities	<u>\$ 59,876</u>	<u>\$ 146,727</u>	<u>\$ 56,609</u>	<u>\$ 165,526</u>	<u>\$ 566,614</u>	<u>\$ 995,352</u>

Grant Parish Sheriff

***Schedule of Compensation, Benefits and Other Payments
to Agency Head or Chief Executive Officer
For the year ended June 30, 2020***

Agency Head (Sheriff) - Steven McCain

Purpose:

Compensation \$ 169,000

Benefits

Health Insurance 9,804

Retirement 19,194 28,998

Travel Reimbursements 744

Grant Parish Sheriff

Schedule of Expenditures of Federal Awards For the year ended June 30, 2020

<u>Federal Grantor / Pass-through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
Department of the Treasury Pass-through the Louisiana Division of Administration Coronavirus Relief Fund	21.019	\$ 875,280
Total Expenditure of Federal Awards		<u>\$ 875,280</u>

Note

The schedule of expenditures of federal awards was prepared in conformity with generally accepted accounting principles. See Note 1 of the accompanying financial statements for further details. Furthermore, the Grant Parish Sheriff has not used the 10% de minimis indirect cost rate.



November 23, 2020

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

The Honorable Steven McCain
Grant Parish Sheriff

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Grant Parish Sheriff's Office, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Grant Parish Sheriff's basic financial statements, and have issued our report thereon dated November 23, 2020.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered the Grant Parish Sheriff Office'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 Grant Parish Sheriff Office's internal control. Accordingly, we do not express an opinion on the effectiveness of The Grant Parish Sheriff Office'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. Given these limitations, during our audit we did not identify



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any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the Grant Parish Sheriff Office'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as 2020-001.

GRANT PARISH SHERIFF OFFICE'S RESPONSE TO FINDINGS

The response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Grant Parish Sheriff's Office's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.



Rozier, McKay & Willis

Certified Public Accountants

GRANT PARISH SHERIFF

SCHEDULE OF FINDINGS AND QUESTIONED COST For the Year Ended June 30, 2020

Part I Summary of Auditor's Results

Financial Statements

- The Independent Auditor's Report on the financial statements for the Grant Parish Sheriff as of June 30, 2020 and for the
- No deficiencies in internal control over financial reporting were reported in connection with the audit.
- An instance of noncompliance material to the financial statements was disclosed as presented below (2020-001).

Federal Awards

- No control deficiencies involving major federal award programs were disclosed during the audit. Accordingly, there were no material weaknesses applicable to major federal award programs.
- The Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance Required by Uniform Guidance, expressed an unmodified opinion on compliance for major programs.
- The audit did not disclose any audit findings which are required to be reported as findings and questioned cost.
- Major programs for the year ended June 30, 2020 are presented as follows:

DEPARTMENT OF THE TREASURY
CFDA No. 21.019 – Coronavirus Relief Fund

- A threshold of \$750,000 was used for distinguishing between Type A and Type B programs for purposes of identifying major programs.
- The Grant Parish Sheriff was not considered to be a low risk auditee as defined by the Uniform Guidance.

Part II Findings Relating to the Financial Statements Which are Required to be Reported in Accordance with Generally Accepted Governmental Auditing Standards:

2020-001: Budget Variances

State law requires unfavorable budget variances to be within certain limits. For the year ended June 30, 2020 unfavorable variances exceeded the prescribed limit. In the future, we suggest evaluating expenditures near year end and adopting further amendments if necessary.

Part III Findings and Questioned Costs for Federal Awards Which Shall Include Audit Findings as Defined by the Uniform Guidance:

None

GRANT PARISH SHERIFF

MANAGEMENT'S CORRECTIVE ACTION PLAN

For the Year Ended June 30, 2020

SECTION I Internal Control And Compliance Material To The Financial Statements.	
<u>2020-001: Budget Variances</u> State law requires unfavorable budget variances to be within certain limits. For the year ended June 30, 2020 unfavorable variances exceeded the prescribed limit. In the future, we suggest evaluating expenditures near year end and adopting further amendments if necessary.	<u>2020-001: Managements' Response</u> Our amended budget was prepared assuming that the Coronavirus Pandemic would have a detrimental impact on available resources. Due to the unprecedented nature of the pandemic, certain assumptions did not conform to expectations. In the future, we anticipate a more orderly budget process that will prevent unfavorable variances.
SECTION II Internal Control and Compliance Material to Federal Awards	
No findings were reported in the schedule of findings.	Response – N/A
SECTION III Management Letter	
No management letter was issued with this report.	Response – N/A

GRANT PARISH SHERIFF

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES

SECTION I Internal Control And Compliance Material To The Financial Statements.	
No findings were reported in the schedule of findings.	Response – N/A
SECTION II Internal Control and Compliance Material to Federal Awards	
No findings were reported in the schedule of findings.	Response – N/A
SECTION III Management Letter	
No management letter was issued with this report.	Response – N/A



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

The Honorable Steven McCain
Grant Parish Sheriff

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

We have audited the Grant Parish Sheriff's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Grant Parish Sheriff's major federal programs for the year ended June 30, 2020. Grant Parish Sheriff's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

MANAGEMENT'S RESPONSIBILITY

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on compliance for each of the Grant Parish Sheriff's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Grant Parish Sheriff's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of X, State Y's compliance.

OPINION ON EACH MAJOR FEDERAL PROGRAM

In our opinion, the Grant Parish Sheriff, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of the Grant Parish Sheriff, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Grant Parish Sheriff's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Grant Parish Sheriff's internal control over compliance.



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GRANT PARISH SHERIFF

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COST For the Year Ended June 30, 2020

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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



Rozier, McKay & Willis
Certified Public Accountants

APPENDIX A

Information Required By Louisiana Revised Statute 24:513B(1)

STATE OF LOUISIANA, PARISH OF GRANT

AFFIDAVIT

Steven McCain, Sheriff of Grant Parish

BEFORE ME, the undersigned authority, personally came and appeared, Steven McCain, the Sheriff of Grant Parish, State of Louisiana, who after being duly sworn, deposed and said:

The following information is true and correct, to the best of his knowledge, information and belief:

\$43,237 is the amount of cash on hand in the tax collector account on June 30, 2020.

He further deposed and said:

All itemized statements of the amount of taxes collected for the tax year 2019, by taxing authority are true and correct, to the best of his knowledge, information and belief.

All itemized statements of all taxes assessed and uncollected, which indicate the reason for the failure to collect, by taxing authority are true and correct to the best of his knowledge information and belief.

Signature
Sheriff of Grant Parish

Sworn to and subscribed before me, Notary this 10 day of December, 2020, in my office in Colfax, Louisiana.

(Signature)

Virginia R Descant Print # 60343

Grant Parish, LA (Commission)

