

R E P O R T

ST. BERNARD PARISH SHERIFF

CHALMETTE, LOUISIANA

JUNE 30, 2023

ST. BERNARD PARISH SHERIFF

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December 27, 2023

Honorable James J. Pohlmann
St. Bernard Parish Sheriff
Chalmette, Louisiana 70043

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Bernard Parish Sheriff (the Sheriff) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements as listed in the index to the report.

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 St. Bernard Parish Sheriff as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof, and for the year then ended in conformity 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Sheriff and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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American Institute of
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Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information, as listed in the index to the report, 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 St. Bernard Parish Sheriff's basic financial statements. The combining financial statements of the proprietary funds – internal service funds, the combining financial statements of the fiduciary fund type – custodial funds, justice system funding schedule collecting /disbursing entity custodial funds, schedule of compensation, benefits and other payments to agency head, and affidavit are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such 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 information is fairly stated in all material respects in relation to the 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 December 27, 2023, on our consideration of the St. Bernard 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 solely to describe the scope of our testing of 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 the report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Sheriff's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the St. Bernard Parish Sheriff's internal control over financial reporting and compliance.



New Orleans, Louisiana

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

Within this section of the St. Bernard Parish Sheriff's (the Sheriff) annual financial report, the Sheriff's management is pleased to provide this narrative discussion and analysis of the financial activities of the Sheriff for the fiscal year ended June 30, 2023. The Sheriff's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

The Sheriff's management has utilized insurance, as well as federal and state programs, to continue to provide services for the parish.

FINANCIAL HIGHLIGHTS

As of June 30, 2023, the Sheriff's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$4,387,815 on the Sheriff's government-wide financial statements.

Total net position is comprised of the following:

1. Net investment in capital assets of \$6,641,670 includes property and equipment, net of accumulated depreciation, reduced for outstanding debt related to the purchase of capital assets.
2. Unrestricted net position represents the portion available to maintain the Sheriff's continuing obligations to citizens and creditors. Unrestricted net position had a deficit balance of \$2,253,855 due primarily to a net pension liability.

The Sheriff's governmental funds reported total ending fund balance of \$17,264,049. This compares to the prior year ending fund balance of \$16,119,180, an increase of \$1,144,869 during the year ended June 30, 2023.

At June 30, 2023, the unassigned fund balance for the General Fund was \$17,053,000, or 53.6% of total General Fund expenditures and 51.7% of total General Fund revenues including transfers. Non-spendable fund balance for the General Fund was \$211,049 or 0.7% of total General Fund expenditures and 0.6% of General Fund revenues including transfers.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

This report consists of four sections: management's discussion and analysis (this section), the basic financial statements and related footnotes, and required supplementary information. Management's discussion and analysis is intended to serve as an introduction to the St. Bernard Parish Sheriff's basic financial statements. The basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to financial statements. This report also contains additional information to supplement the basic financial statements, such as required supplementary information and other supplementary information.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Sheriff's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Sheriff's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the Statement of Net Position. This is the government-wide statement of position that presents information on the St. Bernard Parish Sheriff's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position. This statement is designed to display the financial position of the St. Bernard Parish Sheriff. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Sheriff as a whole is improving or deteriorating. Evaluation of the overall health of the Sheriff would extend to other nonfinancial factors such as diversification of the taxpayer base, in addition to the financial information provided in this report.

The second government-wide statement is the Statement of Activities, which reports how the Sheriff's net position changed during the fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Sheriff's distinct activities or functions on revenue provided by the Sheriff's taxpayers.

The government-wide financial statements present the governmental activities of the Sheriff that are principally supported by property and sales taxes. The sole purpose of these governmental activities is public safety.

FUND FINANCIAL STATEMENTS

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Sheriff uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Sheriff's most significant funds rather than the Sheriff as a whole.

The various funds of the Sheriff are classified into three categories: governmental (general fund), proprietary (internal service funds), and fiduciary (custodial funds).

Governmental funds are reported in the fund financial statements and encompass the same function reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund financial statements providing a distinctive view of the Sheriff's governmental funds, including object classifications. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

FUND FINANCIAL STATEMENTS (Continued)

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to assist in understanding the differences between these two perspectives. The governmental fund financial statements are presented on pages 11 through 12 of this report.

Proprietary (internal service) funds are included in the government-wide financial statements and the fund financial statements and report on the medical claims funded by the Sheriff's General Fund and contributions from the employees and auto claims funded by the Sheriff's General Fund. The proprietary fund financial statements are presented on pages 17 through 19 of this report.

Fiduciary funds are reported in the fund financial statements and report taxes collected for other taxing bodies, deposits held pending court action, and the individual prison inmate accounts. The fiduciary fund financial statements are presented on page 20 through 21 of this report.

NOTES TO THE BASIC FINANCIAL STATEMENTS

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 22 of this report.

OTHER INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the St. Bernard Parish Sheriff's budgetary comparison, changes in the net OPEB liability and related ratios, proportionate share of the net pension liability, and pension contributions.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The Sheriff's net position at fiscal year-end is a balance of \$4,387,815. The following table provides a summary of the Sheriff's net position:

CONDENSED COMPARATIVE STATEMENTS OF NET POSITION

	June 30, 2023		June 30, 2022	
	Governmental Activities	Percentage Total	Governmental Activities	Percentage Total
<u>Assets:</u>				
Current assets and other assets	\$ 19,824,534	74.91%	\$ 18,814,293	70.25%
Capital assets, net	6,641,670	25.09%	6,984,559	26.08%
Net pension asset	-	-	983,456	3.67%
Total Assets	<u>26,466,204</u>	<u>100.00%</u>	<u>26,782,308</u>	<u>100.00%</u>
<u>Deferred Outflows</u>	<u>18,662,681</u>	<u>100.00%</u>	<u>12,031,130</u>	<u>100.00%</u>
<u>Liabilities:</u>				
Current liabilities	1,571,185	4.47%	1,298,837	7.49%
Long-term liabilities	17,102,212	48.68%	16,048,736	92.51%
Net pension liability	16,459,873	46.85%	-	-
Total liabilities	<u>35,133,270</u>	<u>100.00%</u>	<u>17,347,573</u>	<u>100.00%</u>
<u>Deferred Inflows</u>	<u>5,607,800</u>	<u>100.00%</u>	<u>15,806,260</u>	<u>100.00%</u>
<u>Net Position:</u>				
Net investment in capital assets	6,641,670	151.37%	6,984,559	123.41%
Unrestricted	(2,253,855)	-51.37%	(1,324,954)	-23.41%
Total net position	<u>\$ 4,387,815</u>	<u>100.00%</u>	<u>\$ 5,659,605</u>	<u>100.00%</u>

The Sheriff reported a decrease in net position for the governmental activities. Net position decreased by \$1,321,790 for governmental activities in fiscal year 2023. The decrease in net position is lower than the increase in net position in the prior year due to increased operating expenses, which is mostly due to an increase in personnel related costs.

Note that the majority of the governmental activities' net position is invested in capital assets. The Sheriff uses these capital assets to provide services to its citizens.

The following table provides a summary of the Sheriff's changes in net position for the years ended June 30, 2023 and 2022:

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

**COMPARATIVE STATEMENTS OF ACTIVITIES
 FOR THE YEAR ENDED**

	June 30, 2023		June 30, 2022	
	Governmental Activities	Percentage Total	Governmental Activities	Percentage Total
<u>Revenues:</u>				
Program:				
Charges for services	\$ 9,037,038	25.79%	\$ 6,968,628	21.86%
Operating grants	3,012,533	8.60%	3,468,533	10.88%
General:				
Property taxes	12,307,834	35.12%	12,364,306	38.79%
Sales taxes	6,620,342	18.89%	5,499,324	17.25%
Unrestricted state grants	1,002,462	2.86%	1,191,327	3.74%
Interest earnings	551,955	1.57%	1,039	0.00%
Gain on disposal of assets	-	-	78,992	0.25%
Miscellaneous	2,513,236	7.17%	2,299,617	7.22%
Total revenues	35,045,400	100.00%	31,871,766	100.00%
<u>Program Expenses:</u>				
Public safety	36,367,188	100.00%	31,251,363	100.00%
Total expenses	36,367,188	100.00%	31,251,363	100.00%
Change in net position	\$ (1,321,788)		\$ 620,403	

GOVERNMENTAL REVENUES

The Sheriff is heavily reliant on property and sales taxes to support its operations. Property and sales taxes provided 54.0% of the Sheriff's total revenues. Program revenues, including operating grants received and charges for services, accounted for 34.38% of governmental operating revenues.

GOVERNMENTAL FUNCTIONAL EXPENSES

The total function of the Sheriff's office is public safety activities. Total public safety expenses increased by \$5,115,825, or 16.4%, in the current year, due to increases in personnel services and related benefits as a result of employee pay raises that were granted during the year and increased expenses associated with the Sheriff's pension and OPEB liabilities.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

FINANCIAL ANALYSIS OF THE SHERIFF'S FUNDS

Governmental Funds

As discussed, governmental funds are reported in the fund financial statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$17,264,049. Of this total, \$17,053,000 or 99% is unassigned indicating availability for continuing the Sheriff's activities.

MAJOR GOVENMENTAL FUNDS

The General Fund is the Sheriff's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance increased by \$1,144,869 from the prior year.

Operating expenditures were approximately \$31.8 million or 15% more than fiscal year 2022. Non-personnel operating costs increased approximately \$1.6 million or 27% above the prior year. The reason for the increase was related primarily to an increase in operating services, which increased approximately \$971 thousand or 29%, and an increase in materials supplies of approximately \$428 thousand, or 30%.

BUDGETARY HIGHLIGHTS

General Fund

The final revenue budget for fiscal year 2023 was \$2.4 million less than the actual amounts reported in the fiscal year due primarily to increased ad valorem revenues, sales tax revenues, federal and state grants, and commissions on sales taxes, licenses, etc.

Actual expenditures were greater than final budgeted expenditures by \$1,300,893 primarily in the areas of operating services and materials and supplies.

The final amended revenues budget increased 12.7% from the original budget. Actual revenue exceeded the final budget by 7.8%. The final amended expenditure budget increased 12.7% over the original budget. Actual expenditures rose above the final budget by 4.3%.

The actual excess of revenues over expenditures over the final budget was \$1,094,869.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Sheriff's investment in capital assets, net of accumulated depreciation as of June 30, 2023, was \$6,641,670. The net decrease in the amount of \$342,889 was due primarily to depreciation expense offset by assets purchased during the current year. Depreciation on the building improvements, vehicles, office furniture and equipment, and law enforcement weapons and communication equipment was \$1,185,931, or 3.3%, of total expenses. See Note 4 for additional information about changes in capital assets during the fiscal year and capital assets owned at the end of the fiscal year. The following table provides a summary of capital asset activity.

CAPITAL ASSETS

	<u>Governmental Activities</u>	
	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Land and building improvements	\$ 5,523,975	\$ 5,523,975
Vehicles	6,189,646	5,445,605
Boats and equipment	522,899	522,899
Office furniture and equipment	3,046,864	3,072,794
Law enforcement weapons and communications equipment	<u>3,771,815</u>	<u>3,781,831</u>
Total capital assets	<u>19,055,199</u>	<u>18,347,104</u>
Less accumulated depreciation	<u>12,413,529</u>	<u>11,362,545</u>
Net book value - total capital assets	<u>\$ 6,641,670</u>	<u>\$ 6,984,559</u>

The major additions to the capital asset accounts include computer equipment, vehicles, and law enforcement equipment in the amount of \$804,168.

Debt

The Sheriff has no long-term debt outstanding at year-end. However, there are long-term liabilities related to other postemployment benefits and net pension liability.

CONTACTING THE SHERIFF'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Sheriff's finances, comply with finance-related laws and regulations, and demonstrate the Sheriff's commitment to public accountability. If you have any questions about this report or would like to request additional information, contact James J. Pohlmann, Sheriff, St. Bernard Parish Sheriff and Tax Collector, P.O. Box 168, Chalmette, LA 70044.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF NET POSITION
JUNE 30, 2023

	<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS:	
Current assets:	
Cash and cash equivalents	\$ 17,000,094
Due from other governmental units	931,167
Due from other funds	1,682,224
Prepaid items	211,049
Total current assets	<u>19,824,534</u>
Noncurrent assets:	
Capital assets, net	<u>6,641,670</u>
Total noncurrent assets	<u>6,641,670</u>
Total assets	<u>26,466,204</u>
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred outflows related to pensions	12,698,471
Deferred outflows related to other postemployment benefits	5,964,210
Total deferred outflows of resources	<u>18,662,681</u>
LIABILITIES:	
Current liabilities:	
Accounts and other accrued payables	1,519,491
Due to other funds	1,694
Legal settlement	50,000
Total current liabilities	<u>1,571,185</u>
Noncurrent liabilities:	
OPEB payable	17,102,212
Net pension liability	16,459,873
Total noncurrent liabilities	<u>33,562,085</u>
Total liabilities	<u>35,133,270</u>
DEFERRED INFLOWS OF RESOURCES:	
Deferred inflows related to pensions	847,563
Deferred inflows related to other postemployment benefits	4,760,237
Total deferred inflows of resources	<u>5,607,800</u>
NET POSITION:	
Net investment in capital assets	6,641,670
Unrestricted	<u>(2,253,855)</u>
Total net position	<u>\$ 4,387,815</u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

<u>Function/Program</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenues and Changes in Net Position Governmental Activities</u>
		<u>Fees, Fines, and Charges for Services</u>	<u>Operating Grants and Contributions</u>	
Governmental activities:				
Public safety	\$ <u>36,367,188</u>	\$ <u>9,037,038</u>	\$ <u>3,012,533</u>	\$ <u>(24,317,617)</u>
Total	\$ <u><u>36,367,188</u></u>	\$ <u><u>9,037,038</u></u>	\$ <u><u>3,012,533</u></u>	<u>(24,317,617)</u>
General revenues:				
Taxes:				
Sales and property taxes, levied for general purposes				18,928,176
Grants and contributions not restricted to specific programs - State sources				1,002,462
Interest earnings				551,955
Miscellaneous				<u>2,513,236</u>
Total general revenues				<u>22,995,829</u>
Change in net position				(1,321,788)
Net position - July 1, 2022				<u>5,709,605</u>
Net position - June 30, 2023				\$ <u><u>4,387,817</u></u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>GENERAL FUND</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 16,470,000
Receivables:	
Due from other governmental units	931,167
Due from other funds	1,682,224
Prepaid expenditures	<u>211,049</u>
 Total assets	 <u>\$ 19,294,440</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>	
Liabilities:	
Accounts, salaries, and withholdings payable	\$ 1,336,297
Due to other funds	1,694
Legal settlements	50,000
Total liabilities	<u>1,387,991</u>
 Deferred inflows of resources:	
Unavailable grant revenue	<u>642,400</u>
 Fund balances:	
Nonspendable (prepaid expenditures)	211,049
Unassigned	<u>17,053,000</u>
 Total fund balances	 <u>17,264,049</u>
 Total liabilities, deferred inflows of resources, and fund balances	 <u>\$ 19,294,440</u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total fund balances for governmental funds at June 30, 2023 (Page 13)		\$ 17,264,049
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p> <p>Those assets consist of:</p>		
Land and building improvements, net of \$1,203,334		
accumulated depreciation	4,320,641	
Vehicles, net of \$4,751,578		
accumulated depreciation	1,438,068	
Equipment and furniture, net of \$2,408,001		
accumulated depreciation	638,863	
Law enforcement weapons and communications equipment, net of \$3,558,810		
accumulated depreciation	213,005	
Boats and equipment, net of \$491,806		
accumulated depreciation	31,093	6,641,670
Deferred outflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds.		12,698,471
Deferred outflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the funds.		5,964,210
Internal service funds are used by management to charge the cost of insuring risk (i.e. self-insurance) to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		346,902
Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the governmental funds.		642,400
General long-term debt of governmental activities is not payable from current resources and, therefore, not reported in the funds.		
Those debts consist of:		
OPEB Payable	(17,102,212)	
Net Pension Liability	(16,459,873)	(33,562,085)
Deferred inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds.		(847,563)
Deferred inflows of resources related to OPEB are applicable to future reporting periods and, therefore, are not reported in the funds.		(4,760,237)
Total net position of governmental activities at June 30, 2023 (Page 11)		\$ 4,387,817

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>GENERAL FUND</u>
Revenues:	
Ad valorem taxes	\$ 12,307,834
Sales taxes	6,620,342
Intergovernmental revenues:	
Federal grants and state grants	932,948
State revenue sharing	337,125
State supplemental pay	1,437,185
Video poker	660,344
Fees, charges, and commissions for services:	
Commissions on sales taxes, licenses, etc.	4,747,447
Prisoner care and maintenance	1,733,540
Civil and criminal fees and court cost	662,547
Detail income	1,382,625
Bond forfeitures	4,993
Interest income	551,955
Other	1,576,877
Total revenues	<u>32,955,762</u>
Expenditures:	
Public safety:	
Personnel services and related benefits	24,301,638
Operating services	4,291,065
Material and supplies	1,841,857
Travel and other charges	54,041
Capital outlay	843,042
Miscellaneous	429,250
Legal settlement	50,000
Total expenditures	<u>31,810,893</u>
Excess of revenues over expenditures	1,144,869
Fund balance, beginning of year	<u>16,119,180</u>
Fund balance, ending of year	<u>\$ 17,264,049</u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE OF GOVERNMENTAL AND PROPRIETARY FUNDS
 TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Total net changes in fund balance for the year ended June 30, 2023, per statement of revenues, expenditures, and changes in fund balance (page 15)		\$ 1,144,869
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>		
Capital outlays which are considered expenditures on statement of revenues, expenditures, and changes in fund balance	843,042	
Depreciation expense for the year ended June 30, 2023	<u>(1,185,931)</u>	(342,889)
OPEB benefit (expense), which is the change in the other postemployment benefits liability adjusted for changes in deferred outflows and inflows of resources related to other postemployment benefits, is reported in the statement of activities.		(399,550)
Pension benefit (expense), which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the statement of activities.		(3,580,465)
Non-employer contributions are reported as revenues in the governmental funds when made. The Sheriff's proportionate share of non-employer contributions to the pension plan is reported in the statement of activities.		936,360
Revenues reported as unavailable in the fund financial statements that do not provide current financial resources are reported as revenue in the statement of activities.		642,400
Legal settlement is expensed in governmental funds when accrued.		50,000
Internal service funds are used by management to charge the costs of risk management activities (i.e., self insurance) to individual departments and funds. The change in net position of the internal service funds is reported with governmental activities.		<u>227,487</u>
Total change in net position for the year ended June 30, 2023, per statement of activities (page 12)		<u>\$ (1,321,788)</u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2023

	GOVERNMENTAL <u>ACTIVITIES</u> INTERNAL <u>SERVICE FUND</u>
ASSETS:	
Current assets:	
Cash	\$ 530,094
Total assets	<u>530,094</u>
LIABILITIES:	
Current liabilities:	
Accounts and other accrued payables	183,194
Total liabilities	<u>183,194</u>
NET POSITION:	
Unrestricted	<u>346,902</u>
Total net position	<u>\$ 346,902</u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
 PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	GOVERNMENTAL <u>ACTIVITIES</u> INTERNAL <u>SERVICE FUND</u>
Operating revenues:	
Charges for services	\$ 4,308,371
Total operating revenues	<u>4,308,371</u>
Operating expenses:	
Public safety:	
Personnel services and related benefits	3,983,477
Professional services and administrative	<u>97,407</u>
Total operating expenses	<u>4,080,884</u>
Operating income	<u>227,487</u>
Change in net position	227,487
Net position, beginning of year	<u>119,415</u>
Net position, end of year	\$ <u><u>346,902</u></u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u> <u>INTERNAL</u> <u>SERVICE FUND</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from user departments and participants	\$ 4,308,371
Cash paid for claims	<u>(4,142,333)</u>
Net cash provided by operating activities	<u>166,038</u>
Net increase in cash and cash equivalents	166,038
Cash and cash equivalents at beginning of the year	<u>364,056</u>
Cash and cash equivalents at end of the year	<u>\$ 530,094</u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ 227,487
Decrease in accounts payable	<u>(61,449)</u>
Net cash provided by operating activities	<u>\$ 166,038</u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 FUND FINANCIAL STATEMENTS
 STATEMENT OF NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2023

	<u>CUSTODIAL FUNDS</u>
ASSETS:	
Cash and cash equivalents	\$ 6,634,312
Due from other funds	1,694
Due from other taxing authorities	<u>134,820</u>
Total assets	<u>6,770,826</u>
 LIABILITIES:	
Due to other funds, taxing bodies, prisoners and others	<u>6,770,826</u>
Total liabilities	<u>6,770,826</u>
Net position	<u><u>\$ -</u></u>

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>CUSTODIAL FUNDS</u>
Additions:	
Deposits:	
Judicial sales and costs	\$ 1,831,353
Bonds	245,067
Inmate deposits	271,010
Taxes, fees, etc., paid to tax collector	127,061,541
Interest	<u>225,846</u>
Total additions	<u>129,634,817</u>
Reductions:	
Taxes, fees, deposits distributed to taxing bodies and others	128,414,104
Deposits settled to inmates	286,070
Other reductions:	
Restitution and refunds	<u>692,197</u>
Total reductions	<u>129,392,371</u>
Net change	242,446
Deposit balances due to taxing bodies and others:	
Balances, beginning of year	<u>6,528,380</u>
 BALANCES, END OF YEAR	 \$ <u><u>6,770,826</u></u>

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

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

INTRODUCTION

As provided by Article V, Section 27 of the Louisiana Constitution of 1974, the St. Bernard Parish Sheriff (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 programs such as the neighborhood watch program and anti-drug abuse programs. In addition, when requested, the Sheriff assists 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, parish occupational licenses, state revenue sharing funds, sporting licenses, fines, costs, and bond forfeitures imposed by the district court.

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

The accounting and reporting policies of the St. Bernard Parish Sheriff conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures conform to the requirements of guides set forth in *Louisiana Audit Guide*, and to the industry audit and accounting guide, *Audits of States and Local Governmental Units*.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

REPORTING ENTITY

For financial reporting purposes, the Sheriff includes all funds and activities that are controlled by the Sheriff as an independently elected parish official. The Sheriff is solely responsible for the operations of his office, which includes the hiring and retention of employees, authority over budgeting, responsibility for deficits, and the receipts and disbursements of funds. Other than certain operating expenditures of the Sheriff's office that are paid or provided by the parish council as required by Louisiana law, the Sheriff is financially independent.

Accordingly, the Sheriff is a separate governmental reporting entity. Certain units of local government, over which the Sheriff exercises no oversight responsibility, such as the parish council, parish school board, other independently elected parish officials, and other government units within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the parish Sheriff.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

BASIS OF PRESENTATION, MEASUREMENT FOCUS, AND BASIS OF ACCOUNTING

The accompanying basic financial statements of the St. Bernard Parish Sheriff have been prepared in conformity with Accounting Principles Generally Accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Government-Wide Financial Statements (GWFS)

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the Sheriff as a whole. These include all the financial activities of the Sheriff. Information contained in these statements reflects the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources 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, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

The Statement of Activities presents a comparison between direct expenses and program revenues for each of the functions of the Sheriff's governmental activities. *Direct expenses* are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. *Program revenues* include: (a) fees and charges paid by the recipients of services offered by the Sheriff, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements (FFS)

The Sheriff 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 functions and activities of the Sheriff. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts. The various funds of the Sheriff are classified into three categories: governmental, proprietary (internal service), and fiduciary. The emphasis on the fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the Sheriff or its total assets, liabilities, revenues, or expenditures of the individual governmental fund is at least 10 percent of the corresponding total for all governmental funds. The General Fund of the Sheriff is considered to be a major fund. The following is a description of the funds utilized by the Sheriff:

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

BASIS OF PRESENTATION, MEASUREMENT FOCUS, AND BASIS OF ACCOUNTING
(Continued)

Fund Financial Statements (FFS) (Continued)

Governmental Funds

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses, and balance of current financial resources. The General Fund is the primary operating fund of the Sheriff and it accounts for all financial resources, except those required to be in other funds. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and in accordance with the Sheriff's policy.

The amounts reflected in the General Fund 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 is then reconciled, through adjustment, to the government-wide view of Sheriff's operations.

The amounts reflected in the General Fund 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 Sheriff considers all revenue available if it is collected within 60 days after the fiscal year-end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on long-term debt which is recognized when due, and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Those revenues susceptible to accrual are state revenue sharing, intergovernmental reimbursements, interest, and grants. Ad valorem taxes, sales taxes, fines and commissions, and costs collected and held by the Tax Collector Custodial Fund on behalf of the Sheriff's General Fund are also accrued. Substantially all other revenues are recorded when received. The governmental fund uses the following practice in recording revenues and expenditures:

Revenues

Ad valorem taxes and the related state revenue sharing are recorded in the year taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on January 1 of the following year. The taxes are generally collected in December, January, and February of the fiscal year.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

BASIS OF PRESENTATION, MEASUREMENT FOCUS, AND BASIS OF ACCOUNTING
(Continued)

Fund Financial Statements (FFS) (Continued)

Governmental Funds (Continued)

Revenues (Continued)

Intergovernmental revenues, grants and fees, charges, and commissions for service are recorded when the Sheriff is entitled to the funds or in the same period as the underlying expenditures.

Interest on interest-bearing deposits is recorded or accrued as revenue when earned. Substantially all other revenues are recorded when received.

Expenditures

The Sheriff's primary expenditures include salaries and insurance, which are recorded when the expenditure is incurred. Capital expenditures and purchases of various operating supplies are regarded as expenditures at the time purchased.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses) when the transfer is authorized by the Sheriff.

Proprietary Funds

The focus on proprietary fund measurement is upon determination of operating income, changes in net financial position, and cash flows. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The Sheriff's internal service funds are a proprietary fund type.

Internal service funds (self-insured medical and automobile claims funds) are used by the Sheriff to account for the financing of goods and services provided by one department to other departments of the Sheriff on a cost-reimbursement basis. Operating expenses of the internal service funds include the cost of claims and judgments and related administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. Because the principal users of the internal services are the Sheriff's governmental activities, the financial statements of the internal service fund are consolidated into the governmental column when presented in the government-wide financial statements.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

BASIS OF PRESENTATION, MEASUREMENT FOCUS, AND BASIS OF ACCOUNTING
(Continued)

Fund Financial Statements (FFS) (Continued)

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The only funds accounted for in this category by the Sheriff are custodial funds. The custodial funds account for assets held by the Sheriff as an agent for various taxing bodies (tax collections), for deposits held pending court action, and for the funds of individual prisoner account balances while in custody of the St. Bernard Parish Prison. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Consequently, the custodial funds have no measurement focus but use the accrual basis of accounting.

BUDGETS

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

1. The chief administrative deputy prepares a proposed budget for the General Fund for the fiscal year and submits it to the Sheriff no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is legally adopted prior to the commencement of the fiscal year for which the budget is being adopted.
5. All budgetary appropriations lapse at the end of each fiscal year.
6. The budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Sheriff.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

CASH AND CASH EQUIVALENTS

For reporting purposes, cash includes amounts in demand deposits, interest bearing demand deposits, and time deposits. They are stated at cost, which approximates market. Cash equivalents consist of short-term government pool funds and government mutual funds. They are stated at cost, which approximates market. Under state law, the Sheriff may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. Tax collections must be deposited in a bank domiciled in the parish where the funds are collected.

Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. State law R.S. 39:1225 provides that the amount of security shall at all times be equal to 100% of the amount on deposit to the credit of each depositing authority, except that portion of the deposits insured by any governmental agency insuring bank deposits, which is organized under the laws of the United States.

In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a non-profit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool. LAMP invests in obligations issued by the U.S. Government, its agencies, and instrumentalities. LAMP is subject to regulatory oversight of the State Treasurer and its Board of Directors. Audited financial statements are available from LAMP.

SHORT-TERM INTERFUND RECEIVABLES / PAYABLES

During the course of operations, transactions can occur between individual funds. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables. These receivable/payables are eliminated in the government-wide financial statements.

PREPAID ITEMS

Insurance payments paid to insurance agencies and rental payments made to lessors that will benefit periods beyond June 30, 2023, are recorded as prepaid items.

CAPITAL ASSETS

Capital assets are recorded in the Statement of Net Position. Capital assets are capitalized at historical cost or estimated cost, if historical cost is not available. The Sheriff maintains a threshold of \$1,000 or more for capitalizing capital assets. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

CAPITAL ASSETS (Continued)

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings and building improvements	5 – 40
Vehicles	5
Boats and equipment	5 – 7
Office furniture and equipment	5 – 7
Law enforcement weapons and communications equipment	5 – 7

COMPENSATED ABSENCES

The Sheriff's office has the following policy relating to vacation and sick leave:

Employees earn vacation based on continuous service as follows:

<u>Time in Service</u>	<u>Vacation Earned</u>
Up to 3 years	10 days per year
4 to 10 years	15 days per year
Over 10 years	20 days per year

Annual leave cannot be accumulated and must be used in the year earned.

Sick leave is earned at a rate of one day per month of service and can be accumulated up to 90 days. Sick leave is lost upon termination. The cost of current leave privileges is recognized as a current-year expenditure in the General Fund when the leave is actually taken. At June 30, 2023, there are no accumulated and vested leave privileges to be accrued in accordance with generally accepted governmental accounting principles.

NET POSITION / FUND BALANCE

In the government-wide and proprietary fund financial statements, net position comprises the various net earnings from revenues and expenses. Net position is classified in the following components:

1. *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.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

NET POSITION / FUND BALANCE (Continued)

2. *Restricted net position* – consists of net positions with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. *Unrestricted net position* – all other net positions that do not meet the definition of “restricted” or “net investment in capital assets.”

In the fund financial statements, fund balance is classified in the following components:

1. *Nonspendable* – amounts that cannot be spent either because they are in nonspendable form (such as inventory and prepaids) or because they are legally or contractually required to be maintained intact.
2. *Restricted* – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
3. *Committed* – amounts that can be used only for specific purposes determined by a formal decision of the Sheriff, which is the highest level of decision-making authority.
4. *Assigned* – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes, determined by the Sheriff.
5. *Unassigned* – the residual amount of fund balance which does not fall into one of the other components.

When an expenditure is incurred for the purposes for which restricted and unrestricted fund balance is available, the Sheriff considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Sheriff considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Sheriff has provided otherwise in its committed or assignment actions.

INTERFUND TRANSACTIONS

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers. These transactions are eliminated in the government-wide financial statements.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenditure/expense) until that future time. A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term liabilities are reported as liabilities in the applicable governmental activities on the Statement of Net Position. Noncurrent liabilities include other postemployment benefits, legal settlement payable, and net pension liability.

For purposes of measuring the other postemployment benefits liability, deferred outflows of resources and deferred inflows of resources related to other postemployment benefit expense are determined based on actuarial valuation. The Sheriff reports both deferred outflows of resources and deferred inflows of resources related to the other postemployment benefits liability calculation.

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 Sheriffs' Pension and Relief Fund (SPRF) and changes in SPRF's fiduciary net position have been determined on the same basis as they are reported by SPRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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 disclosure 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.

NEW ACCOUNTING STANDARD:

In May 2020, the Government Accounting Standards Board (GASB) issued Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs). A SBITA is a contract that conveys control of the right to use another party's (a SBITA vendor) IT software, alone or in combination with tangible capital assets (with underlying IT assets), as specified in the contract for a period of time in an exchange or exchange like transaction. The statement established uniform

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2. CASH AND CASH EQUIVALENTS: (Continued)

For the year ended June 30, 2023, cash equivalents in the amount of \$13,397,783 consisted of local government pooled investments maintained by the Louisiana Asset Management Pool, 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.

GASB Statement No. 40 *Deposit and Investment Risk Disclosure*, requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk for all public entity investments. LAMP is an investment pool that, to the extent practical, invests in a manner consistent with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. The following facts are relevant for investment pools:

1. Credit risk – Lamp is rated AAAM by Standard & Poor’s.
2. 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.
3. Concentration of credit risk – Pooled investments are excluded from the 5 percent disclosure requirement.
4. 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 (to reset) and the WAM (to final) for LAMP’s total investments was 26 days and 56 days, respectively, at June 30, 2023.
5. 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 value of the pool shares. LAMP, Inc. is subject to the regulatory oversight of the State Treasurer and the Board of Directors. LAMP, Inc. is not registered with the SEC as an investment company. If you have any questions contact the LAMP, Inc. administrative office at 800-249-5267.

For purposes of the statement of cash flows, the Sheriff considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

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3. DUE FROM OTHER GOVERNMENTAL UNITS:

Amounts due from other governmental units at June 30, 2023, consist of the following:

St. Bernard Parish Government	\$ 40,387
34th JD District Attorney	13,846
State of Louisiana	113,386
U.S. Government:	
Federal grants	642,398
Prisoner care	121,150
Total	<u>\$ 931,167</u>

4. CAPITAL ASSETS:

Capital asset activity for the year ended June 30, 2023, was as follows:

	Balance July 01, 2022	Additions	Deletions	Balance June 30, 2023
Land and building improvements	\$ 5,523,975	\$ -	\$ -	\$ 5,523,975
Vehicles	5,445,605	804,168	60,127	6,189,646
Boats and equipment	522,899	-	-	522,899
Office furniture and equipment	3,072,794	-	25,930	3,046,864
Law enforcement weapons and communications equipment	3,781,831	38,874	48,890	3,771,815
Total	<u>18,347,104</u>	<u>843,042</u>	<u>134,947</u>	<u>19,055,199</u>
Less: accumulated depreciation				
Land and building improvements	1,066,511	136,823	-	1,203,334
Vehicles	4,316,973	494,732	60,127	4,751,578
Boats and equipment	477,493	14,313	-	491,806
Office furniture and equipment	2,142,553	291,378	25,930	2,408,001
Law enforcement weapons and communications equipment	3,359,015	248,685	48,890	3,558,810
Total	<u>11,362,545</u>	<u>1,185,931</u>	<u>134,947</u>	<u>12,413,529</u>
Net capital assets	<u>\$ 6,984,559</u>	<u>\$ (342,889)</u>	<u>\$ -</u>	<u>\$ 6,641,670</u>

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5. AD VALOREM TAXES:

The Sheriff is the ex-officio tax collector of the parish and is responsible for the collection and distribution of ad valorem property taxes. Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the parish government in June and are billed to taxpayers by the Sheriff in October. Billed taxes are due by December 31 becoming delinquent on January 1 of the following year. The taxes are based on assessed values determined by the Tax Assessor of St. Bernard Parish and are collected by the Sheriff. The taxes are remitted to the appropriate taxing bodies net of deductions for assessor's compensation and pension fund contributions.

Ad valorem taxes are budgeted and recorded in the year levied and billed. For the year ended June 30, 2023, law enforcement taxes applicable to the Sheriff's General Fund were levied at the rate of 31.78 mills on property with net assessed valuations totaling \$399,563,714. Total law enforcement taxes levied during 2023 were \$12,698,200.

6. PENSION PLAN:

Plan Description

Substantially all employees of the St. Bernard 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. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Sheriffs' Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, Louisiana 70802, or by calling (225) 219-0500.

Benefits Provided

Retirement Benefits

For members who become eligible for membership on or before December 31, 2011: members with twelve years of creditable service may retire at age fifty-five; members with thirty years of service may retire regardless of age. The retirement allowance is equal to three and one-third percent of the member's average final compensation multiplied by his years of creditable service, not to exceed (after reduction for optional payment form) 100% of average final compensation. Active, contributing members with at least ten years of creditable service may retire at age sixty. The accrued normal retirement benefit is reduced actuarially for each month or fraction thereof that retirement begins prior to the member's earliest normal retirement date assuming continuous service.

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6. PENSION PLAN: (Continued)

Benefits Provided (Continued)

Retirement Benefits (Continued)

For members whose first employment making them eligible for membership in the System began on or after January 1, 2012, members with twelve years of creditable service may retire at age sixty-two; members with twenty years of service may retire at age sixty; members with thirty years of creditable service may retire at age fifty-five. The benefit accrual rate for such members with less than thirty years of service is three percent; for members with thirty or more years of service, the accrual rate is three and one-third percent. The retirement allowance is equal to the benefit accrual rate times the member's average final compensation multiplied by his years of creditable service, not to exceed (after reduction for optional payment form) 100% of average final compensation. Members with twenty or more years of service may retire with a reduced retirement at age fifty.

For a member whose first employment making him eligible for membership in the System began on or before June 30, 2006, final average compensation is based on the average monthly earnings during the highest thirty-six consecutive months or joined months if service was interrupted. The earnings to be considered for each twelve-month period within the thirty-six-month period shall not exceed 125% of the preceding twelve-month period.

For a member whose first employment making him eligible for membership in the system began after June 30, 2006 and before July 1, 2013, final average compensation is based on the average monthly earnings during the highest sixty consecutive months or joined months if service was interrupted. The earnings to be considered for each twelve-month period within the sixty-month period shall not exceed 125% of the preceding twelve-month period.

For a member whose first employment making him eligible for membership in the system began on or after July 1, 2013, final average compensation is based on the average monthly earnings during the highest sixty consecutive months or joined months if service was interrupted. The earnings to be considered for each twelve-month period within the sixty-month period shall not exceed 115% of the preceding twelve-month period.

Disability Benefits

A member is eligible to receive disability benefits if he has at least ten years of creditable service when a non-service related disability is incurred; there are no service requirements for a service related disability. Disability benefits shall be the lesser of 1) a sum equal to the greatest of 45% of final average compensation or the members' accrued retirement benefit at the time of termination of employment due to disability, or 2) the retirement benefit which would be payable assuming continued service to the earliest normal retirement age. Members who become partially disabled receive 75% of the amount payable for total disability.

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6. PENSION PLAN: (Continued)

Benefits Provided (Continued)

Survivor Benefits

Survivor benefits for death solely as a result of injuries received in the line of duty are based on the following conditions. For a spouse alone, a sum equal to 50% of the member's final average compensation with a minimum of \$150 per month. If a spouse is entitled to benefits and has a child or children under eighteen years of age (or over said age if physically or mentally incapacitated and dependent upon the member at the time of his death), an additional sum of 15% of the member's final average compensation is paid to each child with total benefits paid to spouse and children not to exceed 100%. If a member dies with no surviving spouse, surviving children under age eighteen will receive monthly benefits of 15% of the member's final average compensation up to a maximum of 60% of final average compensation if there are more than four children. If a member is eligible for normal retirement at the time of death, the surviving spouse receives an automatic Option 2 benefit. The additional benefit payable to children shall be the same as those available for members who die in the line of duty. In lieu of receiving Option 2 benefit, the surviving spouse may receive a refund of the member's accumulated contributions. All benefits payable to surviving children shall be extended through age twenty-three, if the child is a full-time student in good standing enrolled at a board approved or accredited school, college, or university.

Deferred Benefits

The Fund does provide for deferred benefits for vested members who terminate before being eligible for retirement. Benefits become payable once the member reaches the appropriate age for retirement.

Back Deferred Retirement Option Plan (Back-DROP)

In lieu of receiving a service retirement allowance, any member of the Fund who has more than sufficient service for a regular service retirement may elect to receive a "Back-DROP" benefit. The Back-DROP benefit is based upon the Back-DROP period selected and the final average compensation prior to the period selected. The Back-DROP period is the lesser of three years or the service accrued between the time a member first becomes eligible for retirement and his actual date of retirement. For those individuals with thirty or more years, the Back-DROP period is the lesser of four years or service accrued between the time a member first becomes eligible for retirement and his actual date of retirement. At retirement the member's maximum monthly retirement benefit is based upon his service, final average compensation and plan provisions in effect on the last day of creditable service immediately prior to the commencement of the Back-DROP period. In addition to the monthly benefit at retirement, the member receives a lump-sum payment equal to the maximum monthly benefit as calculated above multiplied by the number of months in the Back-DROP period. In addition, the member's Back-DROP account will be credited with employee contributions received by the retirement fund during the Back-DROP period. Participants have the option to opt out of this program and take a distribution, if eligible, or to rollover the assets to another qualified plan.

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6. PENSION PLAN: (Continued)

Benefits Provided (Continued)

Permanent Benefit Increases / Cost of Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, the Fund allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs), which are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature. Cost-of-living provisions for the Fund allows the board of trustees to provide an annual cost of living increase of 2.5% of the eligible retiree’s original benefit if certain funding criteria are met. Members are eligible to receive a cost-of-living adjustment once they have attained the age of sixty and have been retired at least one year. Funding criteria for granting cost-of-living adjustments is dependent on the funded ratio.

Contributions

Plan members are required by state statute to contribute 10.25% of their annual covered salary and the St. Bernard Parish Sheriff is required to contribute at an actuarially determined rate. For the year ended June 30, 2023, the employer contribution rate is 12.25% 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 St. Bernard Parish Sheriff are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The St. Bernard Parish Sheriff’s contributions to the System for the year ending June 30, 2023, were \$1,757,414.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2023, the Sheriff reported a liability for the Louisiana Sheriffs' Pension and Relief Fund of \$16,459,873 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2022, and the total pension liabilities used to calculate the net pension liability (asset) were determined by actuarial valuations as of that date. The Sheriff’s proportion of the net pension liability (asset) for the retirement system was based on a projection of the Sheriff’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the Sheriff’s proportion for the Louisiana Sheriffs' Pension and Relief Fund was 2.025117%. This reflects an increase for the Louisiana Sheriffs' Pension and Relief Fund of 0.040543% from the Sheriff’s proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the Sheriff recognized pension expense, for which there were no forfeitures, as follows:

	<u>Pension Expense</u>
SPRF	<u>\$ 3,580,465</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
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JUNE 30, 2023

6. PENSION PLAN: (Continued)

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At June 30, 2023, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	SPRF	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 757,172	\$ 839,792
Changes of assumptions	2,458,598	-
Net difference between projected and actual earnings on pension plan investments	7,126,089	-
Changes in proportion and differences between employer and non-employer contributions and proportionate share of contributions	599,198	7,771
Employer and non-employer contributions subsequent to the measurement date	1,757,414	-
Total	\$ 12,698,471	\$ 847,563

During the year ended June 30, 2023, employer contributions totaling \$1,757,414 were made subsequent to the measurement date for the Louisiana Sheriffs' Pension and Relief Fund. These contributions are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension expense will be recognized in pension expense as follows:

	SPRF
Year ending June 30:	
2024	\$ 2,716,672
2025	2,263,707
2026	1,236,612
2027	3,876,503
Total	\$ 10,093,494

ST. BERNARD PARISH SHERIFF
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6. PENSION PLAN: (Continued)

Actuarial Assumptions

The total pension liability for the Louisiana Sheriffs' Pension and Relief Fund in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurements:

	SPRF
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Expected remaining service lives	5 years
Investment rate of return	6.85%, net of investment expense
Inflation rate	2.50% per annum
Projected salary increases	5.00% (2.50% Inflation, 2.50% merit)
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.
Mortality	Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 120% for males and 115% for females for active members, each with full generational projection using the appropriate MP2019 scale Pub-2010 Public Retirement Plans Mortality Table for Safety-Below Median Healthy Retirees multiplied by 120% for males and 115% for females for annuitants and beneficiaries, each with full generational projection using the appropriate MP2019 scale. Pub-2010 Public Retirement Plans Mortality Table for Safety-Below Median Disabled Retirees multiplied by 120% for males and 115% for females for disabled annuitants, each with full generational projection using the appropriate MP2019 scale.
Termination and disability	Termination, disability, and retirement assumptions were projected based on a five-year (2014-2019) experience study of the System's members.

The long-term expected real rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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6. PENSION PLAN: (Continued)

Actuarial Assumptions (Continued)

Estimates of arithmetic real rates of return for each major asset class based on the Louisiana Sheriffs' Pension and Relief Fund's target asset allocation as of June 30, 2022, are as follows:

<u>Asset Class</u>	<u>Long-Term Expected Rate of Return</u>		
	<u>Target Asset</u> Allocation	<u>Real Return</u> Arithmetic Basis	<u>Long-Term Expected</u> Portfolio Real Rate of Return
	<u>SPRF</u>	<u>SPRF</u>	<u>SPRF</u>
Equity securities	62%	6.61%	4.10%
Fixed income	25%	4.92%	1.23%
Alternative investments	<u>13%</u>	6.54%	<u>0.85%</u>
Totals	100%		6.18%
Inflation			<u>2.25%</u>
Expected arithmetic nominal return			8.43%

Discount Rates

The discount rate used to measure the total pension liability for the Louisiana Sheriffs' Pension and Relief Fund was 6.85%. 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 Louisiana Sheriffs' Pension and Relief Fund's actuary. Based on those assumptions, the Louisiana Sheriffs' Pension and Relief 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 Sheriff's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rates

The following presents the Sheriff's proportionate share of the net pension liability (asset) using the discount rate of 6.85%, as well as what the Sheriff's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage-point lower (5.85%) or one percentage-point higher (7.85%) than the current rate:

	1.0% Decrease	Current	1.0% Increase
	5.85%	Discount Rate	7.85%
		6.85%	
SPRF	\$ 29,146,795	\$ 16,459,873	\$ 5,881,199

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CHALMETTE, LOUISIANA
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6. PENSION PLAN: (Continued)

Support of Non-employer Contributing Entities

Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective pension plan. The Sheriff recognizes revenue in an amount equal to its proportionate share of the total contributions to the pension plan from these non-employer contributing entities. During the year ended June 30, 2023, the Sheriff recognized revenue as a result of support received from non-employer contributing entities of \$936,359 for its participation in the Louisiana Sheriffs' Pension and Relief Fund.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Louisiana Sheriffs' Pension and Relief Fund's 2022 Annual Financial Report, which may be obtained by writing to the Louisiana Sheriffs' Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, Louisiana, 70802, or by calling (225) 219-0500.

Payables to the Pension Plan

At June 30, 2023, \$262,477 was payable to the Louisiana Sheriffs' Pension and Relief Fund for June 2023 employee and employer legally required contributions.

7. DEFERRED COMPENSATION PENSION FUND:

All employees of the St. Bernard Parish Sheriff are required by law to contribute to a pension fund. Those employees who are not sheriffs or deputies and therefore not eligible to participate in the Louisiana Sheriffs' Pension and Relief Fund (see note 6), have the option of participating in the Louisiana Public Employees' Deferred Compensation Plan, or the Public Employees Benefit Services Corporation Deferred Compensation Program.

The Louisiana Public Employees' Deferred Compensation Plan (the "Plan") was adopted by the Louisiana Deferred Compensation Commission, effective September 15, 1982. The Plan was established in accordance with Louisiana Revised Statutes 42:1301 through 42:1308 and section 457 of the Internal Revenue Code of 1954, as amended, for the purpose of providing supplemental retirement income to employees and independent contractors by permitting such individuals to defer a portion of compensation to be invested and distributed in accordance with the terms of the Plan.

The plan document states that no fund or other account shall be established to provide benefits under the terms of the Plan. All compensation deferred under the Plan, all property and rights purchased with such amounts and all income attributed to such amounts, property or rights shall be held for the exclusive benefit of participants and their beneficiaries. The maximum amount of compensation, which may be deferred during a calendar year, is limited by the Internal Revenue Code. The amount of the compensation deferred is reduced by compensation excludible from a participant's gross income under Internal Revenue Code Section 403(b), if any, which is attributable to contributions made by the employer.

ST. BERNARD PARISH SHERIFF
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7. DEFERRED COMPENSATION PENSION FUND: (Continued)

The following is a summary of the payrolls covered and contributions made to the plan during the year ended June 30, 2023:

Total covered payroll		<u>\$ 7,800</u>
	<u>Percent</u>	<u>Amount</u>
Contributions:		
Employer	5.0%	\$ 390
Employee	7.5%	585
Employee Additional		<u>1,200</u>
Total		<u>\$ 2,175</u>

The Public Employees Benefit Services Corporation Deferred Compensation Program (the Program) was adopted effective March 1, 1996. The Program was established in accordance with section 457 of the Internal Revenue Code of 1954, as amended, for the purpose of providing supplemental retirement income to employees by permitting such individuals to defer a portion of compensation to be invested and distributed in accordance with the terms of the Program.

All assets and income are held in a trust custodial account for the exclusive benefit of the participants and their beneficiaries. The maximum amount of compensation, which may be deferred during a calendar year, is limited by the Internal Revenue Code.

The following is a summary of the payrolls covered, deferrals, and employer contributions made to the Program during the fiscal year ended June 30, 2023:

Total covered payroll		<u>\$150,197</u>
	<u>Percent</u>	<u>Amount</u>
Contributions:		
Employer	5.0%	\$ 7,510
Employee	7.5%	11,265
Employee Additional		<u>23,801</u>
Total		<u>\$ 42,576</u>

Additional information relating to benefits payable under the Plans is provided in the Plan documents.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
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8. CHANGES IN CUSTODIAL FUND BALANCES:

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

	Tax Collector <u>Fund</u>	Civil <u>Fund</u>	Cash Bond <u>Fund</u>	Inmate Deposit <u>Fund</u>	<u>Total</u>
Balance, July 1, 2022	\$ 5,977,703	\$ 18,789	\$ 470,599	\$ 61,289	\$ 6,528,380
Additions	127,287,387	1,831,353	245,067	271,010	129,634,817
Reductions	<u>127,188,911</u>	<u>1,829,748</u>	<u>87,642</u>	<u>286,070</u>	<u>129,392,371</u>
Balance, June 30, 2023	<u>\$ 6,076,179</u>	<u>\$ 20,394</u>	<u>\$ 628,024</u>	<u>\$ 46,229</u>	<u>\$ 6,770,826</u>

9. LITIGATION AND CLAIMS:

At June 30, 2023, the St. Bernard Parish Sheriff is a defendant in several lawsuits seeking damages. These lawsuits are in various stages of resolution; and since these cases and claims are characterized by conditions and complexities, estimation of the ultimate liability is extremely difficult. In cases where judgments have been reached, Louisiana courts have ruled that plaintiffs cannot seize the assets of the Sheriff. Accordingly, no provision for any liability that may result is made in the financial statements until the funds are appropriated by the Sheriff.

The Sheriff was a defendant in a case that was settled in December 2013 in which the Sheriff was liable for \$650,000. The settlement called for the first payment of \$100,000 that was paid in December 2013. The remaining portion was to be paid over a 10-year period starting with \$100,000 being due in December 2014. The remaining \$450,000 was to be paid over the following 9 years at \$50,000 a year, due each December. The entire liability of \$650,000 was accrued on the Sheriff's books at June 30, 2013. At June 30, 2023, \$50,000 of the liability remained on the Sheriff's books, which is due within the next year.

In June 2019, the Sheriff, in its role as the Ex Officio Tax Collector of St. Bernard Parish, reached a settlement agreement with a taxpayer for the refund of sales and use taxes that were overpaid to taxing authorities in prior years. The settlement agreement calls for a \$1,000,000 settlement to be paid to the taxpayer in sixty (60) equal monthly installments of \$16,667, with the first installment due on July 31, 2019. The monthly settlement payments are considered reductions (refunds) within the Sheriff's Tax Collector Fund. Monthly settlement payments totaling \$200,000 were made in the year ended June 30, 2023.

10. RISK MANAGEMENT:

The Sheriff is exposed to risks of loss in the areas of auto liability, professional law enforcement liability, and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage which includes deductibles. Currently, the St. Bernard Parish Sheriff is a defendant in several insured claims in various stages of resolution which may be subject to the deductible limits. It is possible that the St. Bernard Parish Sheriff could have exposure of up to \$525,000 for the claims.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

11. DUE TO/FROM OTHER FUNDS:

The composition of interfund balances as of June 30, 2023, is as follows:

	<u>Due From</u> <u>Other Funds</u>	<u>Due To</u> <u>Other Funds</u>
General Fund	\$ 1,682,224	\$ 1,694
Fiduciary Fund:		
Tax Collector Fund	1,694	1,682,224
	<u>\$ 1,683,918</u>	<u>\$ 1,683,918</u>

The balance due to the General Fund from the Tax Collector Fund results from sales taxes, ad valorem taxes, and other taxes for the months of May and June 2023.

12. FEDERAL ASSISTANCE:

The Sheriff participates in certain federal financial assistance programs. The programs have been audited in accordance with (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* in prior years. Audits of prior years have not resulted in any disallowance of costs; however, the grantor agency may provide for further examinations. Based on past experience, the Sheriff believes that further examinations would not result in any material disallowed costs.

The Sheriff incurred various emergency expenses related to various hurricanes and tropical systems over the years as well as the COVID-19 Pandemic. A majority of the buildings and facilities owned by the Sheriff received significant storm damage. Most of these costs are eligible for reimbursement through the Federal Emergency Management Agency's (FEMA) Public Disaster Assistance Program. For the year ended June 30, 2023, there were no new claims filed with FEMA. At June 30, 2023, there was a receivable in the amount of \$642,398 for prior year projects relating to COVID-19 procedures implemented at the jail and in the Sheriff's administrative buildings. These amounts relate to project worksheets where the work has been completed and the total cost can be estimated. The total amount of claims may ultimately be more or less than the amount noted due to various uncertainties (i.e. scope of loss, construction costs, etc.).

13. OTHER POSTEMPLOYMENT BENEFITS (OPEB):

Plan Description:

The St. Bernard Parish Sheriff provides certain continuing health care and life insurance benefits for its retired employees.

The St. Bernard Parish Sheriff's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Sheriff. The authority to establish and/or amend the obligation of the employer, employees, and retirees' rests with the Sheriff. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Governmental Accounting Standards Board (GASB) Statement No. 75.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

13. OTHER POSTEMPLOYMENT BENEFITS (OPEB): (Continued)

Benefits Provided:

Medical and life insurance benefits are provided to employees upon actual retirement. The employer pays 100% of the medical coverage for the retiree only (not dependents). The employer also pays for life insurance coverage after retirement. Employees are covered by a retirement system whose retirement eligibility provisions are age 55 and 15 years of service.

Life insurance coverage is continued to retirees and the employer pays for the first \$10,000 of coverage. The retiree may elect to "pay" for the excess over \$10,000 while the employer pays for the first \$10,000 of life insurance after retirement. Both are based on an unblended rate applicable to retirees as required by GASB 75 and there is not any implied subsidy to be added to the OPEB cost for life insurance. Based on prior experience with the current retiree group, it has been assumed that one-third of retirees elect to continue the excess insurance coverage over \$10,000.

Employees Covered by Benefit Terms:

At July 1, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	34
Active employees	309
	343

Total OPEB Liability:

The Sheriff's total OPEB liability of \$17,102,212 was measured as of July 1, 2022, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs:

The total OPEB liability in the July 1, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	4.00%, including inflation
Discount rate	3.54% annually (Beginning of Year to determine ADC) 3.65% annually (As of End of Year Measurement Date)
Healthcare cost trend rates	5.50% annually for ten years, 4.50% annually thereafter
Mortality	SOA RP-2000 Table

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index over the 52 weeks immediately preceding the applicable measurement dates.

The actuarial assumptions used in the July 1, 2022, valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2011 to June 30, 2023.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

13. OTHER POSTEMPLOYMENT BENEFITS (OPEB): (Continued)

Changes in the Total OPEB Liability:

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 15,998,736
Changes for the year:	
Service cost	342,266
Interest	561,123
Differences between expected and actual experience	815,705
Changes of assumptions	(320,000)
Benefit payments, net transfers, and direct expenses	(295,618)
Net changes	<u>1,103,476</u>
Balance at June 30, 2023	<u>\$ 17,102,212</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate:

The following presents the total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65%) or 1-percentage-point higher (4.65%) than the current discount rate:

	<u>1.0% Decrease (2.65%)</u>	<u>Current Discount Rate (3.65%)</u>	<u>1.0% Increase (4.65%)</u>
<u>Total OPEB liability</u>	<u>\$ 20,747,320</u>	<u>\$ 17,102,212</u>	<u>\$ 14,282,579</u>

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

The following presents the total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.50%) or 1-percentage-point higher (6.50%) than the current healthcare trend rates:

	<u>1.0% Decrease (4.50%)</u>	<u>Current Healthcare Cost Trend Rate (5.50%)</u>	<u>1.0% Increase (6.50%)</u>
<u>Total OPEB liability</u>	<u>\$ 14,603,298</u>	<u>\$ 17,102,212</u>	<u>\$ 20,355,837</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

13. OTHER POSTEMPLOYMENT BENEFITS (OPEB): (Continued)

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

For the year ended June 30, 2023, the Sheriff recognized OPEB expense of \$399,550. At June 30, 2023, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Demographic	\$ 4,810,639	\$ (1,332,277)
Changes in assumptions	<u>1,153,571</u>	<u>(3,427,960)</u>
Total	<u>\$ 5,964,210</u>	<u>\$ (4,760,237)</u>

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	
2023	\$ 223,582
2024	223,582
2025	223,582
2026	307,677
2027	159,463
Thereafter	<u>66,087</u>
	<u>\$1,203,973</u>

As of June 30, 2023, the Sheriff had no outstanding payable to the OPEB plan.

14. EX-OFFICIO TAX COLLECTOR:

The amount of cash on hand at June 30, 2023, relating to ad valorem taxes and sales taxes was \$5,958,511. The bank balances of the Tax Collector Fund at June 30, 2023, consisted of:

Ad Valorem Taxes	\$	824,317
Sales Taxes		4,802,369
Other		<u>331,825</u>
Total	<u>\$</u>	<u>5,958,511</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

14. EX-OFFICIO TAX COLLECTOR:

The book balances of the Tax Collector Fund at June 30, 2023, consisted of:

Ad Valorem Taxes	\$ 797,518
Sales Taxes	4,810,322
Other	331,825
Total	\$ 5,939,665

The amount of ad valorem taxes collected and distributed during the year ended June 30, 2023, by taxing authority was as follows:

	Millage	Total Collections	Collection Cost	Final Distribution
St. Bernard Parish Assessor	1.90	\$ 753,275	\$ 1,295	\$ 751,980
St. Bernard Parish Drainage, Pumps, Levee	8.00	3,072,800	5,454	3,067,346
St. Bernard Fire District Parish Wide	20.85	8,008,485	14,214	7,994,271
St. Bernard Parish Garbage District	3.12	1,198,390	2,127	1,196,263
St. Bernard Parish Health District	0.63	241,987	429	241,558
Lake Borgne Levee District	7.12	2,731,679	4,854	2,726,825
St. Bernard Parish Library	3.78	1,451,898	2,577	1,449,321
St. Bernard Parish Lighting District	1.25	477,285	852	476,433
St. Bernard Parish Government	2.87	1,102,370	1,957	1,100,413
St. Bernard Parish Sheriff	31.78	12,344,400	21,665	12,322,735
St. Bernard Port, Harbor, & Terminal District	3.81	1,463,419	2,597	1,460,822
St. Bernard Parish Road District	3.12	1,198,390	2,127	1,196,263
St. Bernard Parish Recreation District	2.22	852,705	1,513	851,192
St. Bernard Parish School District	42.11	16,175,041	28,707	16,146,334
St. Bernard Parish Senior Citizens Center	0.96	368,738	654	368,084
Louisiana Tax Commission	0.70	21,481	-	21,481
St. Bernard Parish Grass Liens	0.00	80,512	-	80,512
St. Bernard Parish Fire District #1	7.58	2,556,932	4,739	2,552,193
St. Bernard Parish Fire District #2	8.53	394,338	482	393,856
Total		\$ 54,494,125	\$ 96,243	\$ 54,397,882

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

14. EX-OFFICIO TAX COLLECTOR: (Continued)

The amount of ad valorem taxes assessed and uncollected (delinquent) is as follows:

St. Bernard Parish Assessor	\$ 1,553
St. Bernard Parish Drainage, Pumps, Levees	6,539
St. Bernard Fire District Parish Wide	17,043
St. Bernard Parish Garbage District	2,550
St. Bernard Parish Health District	515
Lake Borgne Levee District	5,820
St. Bernard Parish Library	3,090
St. Bernard Parish Lighting District	1,022
St. Bernard Parish Government	2,346
St. Bernard Parish Sheriff	25,978
St. Bernard Port, Harbor, & Terminal District	3,114
St. Bernard Parish Road District	2,550
St. Bernard Parish Recreation District	1,815
St. Bernard Parish School District	34,422
St. Bernard Parish Senior Citizens Center	785
St. Bernard Parish Grass Liens	145,962
St. Bernard Parish Fire District #1	2,794
St. Bernard Parish Fire District #2	3,828
Total	<u>\$ 261,726</u>

The amount of revenue sharing and sales taxes collected and distributed during the year ended June 30, 2023, by taxing authority are as follows:

	Total <u>Collections</u>	Collection <u>Cost</u>	Final <u>Distribution</u>
St. Bernard Parish Assessor	\$ 6,648	\$ -	\$ 6,648
St. Bernard Parish Garbage District	14,300	-	14,300
St. Bernard Parish Hospital Service District	2,888	-	2,888
St. Bernard Parish Library	17,325	-	17,325
St. Bernard Parish Lighting District	5,729	-	5,729
St. Bernard Parish Government	26,616,317	2,128,253	24,488,064
St. Bernard Parish Road District	14,300	-	14,300
St. Bernard Parish Recreation District	10,175	-	10,175
St. Bernard Parish School District	26,665,264	1,596,190	25,069,074
St. Bernard Parish Fire District	13,432	-	13,432
St. Bernard Parish Sheriff	6,988,416	-	6,988,416
Lake Borgne Levee District	163,000	-	163,000
St. Bernard Port, Harbor, & Terminal District	125,000	-	125,000
St. Bernard Parish Sewer and Water District	6,650,790	532,063	6,118,727
Total	<u>\$ 67,293,584</u>	<u>\$ 4,256,506</u>	<u>\$ 63,037,078</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

15. CHANGES IN LONG-TERM LIABILITIES:

The following is a summary of the changes in the Sheriff's long-term liabilities for the year ended June 30, 2023:

	Balance July 01, 2022	Additions	Deletions	Balance June 30, 2023	Amounts Due Within One Year
OPEB payable	\$ 15,998,736	\$ 1,719,094	\$ 615,618	\$ 17,102,212	\$ -
Legal settlement	100,000	-	50,000	50,000	50,000
Net pension liability (asset)	(983,456)	24,808,511	7,365,182	16,459,873	-
Total long-term liabilities	<u>\$ 15,115,280</u>	<u>\$ 26,527,605</u>	<u>\$ 8,030,800</u>	<u>\$ 33,612,085</u>	<u>\$ 50,000</u>

REQUIRED SUPPLEMENTARY INFORMATION

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE -
 GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budget</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
Taxes:				
Ad valorem	\$ 12,500,000	\$ 12,500,000	\$ 12,307,834	\$ (192,166)
Sales taxes	5,000,000	6,400,000	6,620,342	220,342
Intergovernmental revenues:				
Federal and state grants	500,000	500,000	932,948	432,948
State supplemental pay	1,150,000	1,150,000	1,437,185	287,185
State revenue sharing	330,000	330,000	337,125	7,125
Video poker	500,000	700,000	660,344	(39,656)
Fees, charges, and commissions for services:				
Commissions:				
Sales taxes, licenses, etc.	3,275,000	4,200,000	4,747,447	547,447
Prisoner care and maintenance	2,100,000	2,100,000	1,733,540	(366,460)
Civil and criminal fees and court costs	650,000	650,000	662,547	12,547
Detail income	500,000	900,000	1,382,625	482,625
Bond forfeitures	-	-	4,993	4,993
Interest	5,000	530,000	551,955	21,955
Other	600,000	600,000	1,576,877	976,877
Total revenue	<u>27,110,000</u>	<u>30,560,000</u>	<u>32,955,762</u>	<u>2,395,762</u>
Expenditures:				
Current				
Public safety:				
Personnel services and related benefits	21,830,000	24,830,000	24,301,638	528,362
Operating services	3,500,000	3,500,000	4,291,065	(791,065)
Materials and supplies	1,000,000	1,200,000	1,841,857	(641,857)
Travel and other charges	30,000	30,000	54,041	(24,041)
Capital outlay	550,000	800,000	843,042	(43,042)
Miscellaneous	150,000	150,000	429,250	(279,250)
Legal settlements	50,000	50,000	50,000	-
Total expenditures	<u>27,110,000</u>	<u>30,560,000</u>	<u>31,810,893</u>	<u>(1,250,893)</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>1,144,869</u>	<u>1,144,869</u>
Other financing sources:				
Proceeds from sale of assets	10,000	10,000	-	(10,000)
Total other financing sources	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
Excess of revenues and other financing sources over expenditures	10,000	10,000	1,144,869	1,134,869
Fund balances, beginning	9,521,115	9,526,115	16,119,180	(6,593,065)
Fund balance, ending	<u>\$ 9,531,115</u>	<u>\$ 9,536,115</u>	<u>\$ 17,264,049</u>	<u>\$ (5,458,196)</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN THE SHERIFF'S
 OPEB LIABILITY AND RELATED RATIOS
FOR THE SIX YEARS ENDED JUNE 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Total OPEB liability:			
Service cost	\$ 342,266	\$ 443,304	\$ 411,090
Interest	561,123	318,580	293,633
Differences between expected and actual experience	815,705	5,050,070	595,319
Changes of assumptions	(320,000)	(4,415,144)	442,178
Benefit payments, net transfers and direct expenses	(295,618)	(294,335)	(265,043)
Net change in total OPEB liability	<u>1,103,476</u>	<u>1,102,475</u>	<u>1,477,177</u>
Total OPEB liability - beginning	<u>15,998,736</u>	<u>14,896,261</u>	<u>13,419,084</u>
Total OPEB liability – ending	<u>\$ 17,102,212</u>	<u>\$ 15,998,736</u>	<u>\$ 14,896,261</u>
Covered-employee payroll	\$ 15,759,478	\$ 15,153,344	\$ 11,865,125
Total OPEB liability as a percentage of covered- employee payroll	108.52%	105.58%	125.55%
	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability:			
Service cost	\$ 307,567	\$ 397,958	\$ 385,779
Interest	467,728	439,313	424,215
Differences between expected and actual experience	(2,690,758)	222,695	(261,757)
Changes of assumptions	2,102,093	-	-
Benefit payments	(262,414)	(233,768)	-
Net change in total OPEB liability	<u>(75,784)</u>	<u>826,198</u>	<u>548,237</u>
Total OPEB liability - beginning	<u>13,494,868</u>	<u>12,668,670</u>	<u>12,120,433</u>
Total OPEB liability – ending	<u>\$ 13,419,084</u>	<u>\$ 13,494,868</u>	<u>\$ 12,668,670</u>
Covered-employee payroll	\$ 11,408,774	\$ 12,836,320	\$ 12,836,320
Total OPEB liability as a percentage of covered- employee payroll	117.62%	105.13%	98.69%

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

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE SHERIFF'S PROPORTIONATE SHARE
 OF THE NET PENSION LIABILITY (ASSET)
FOR THE TEN YEARS ENDED JUNE 30, 2023

Fiscal Year	Sheriff's Proportion of the Net Pension Liability (Asset)	Sheriff's Proportionate Share of the Net Pension Liability (Asset)	Sheriff's Covered Payroll	Sheriff's Proportionate Share of the Net Pension Liability (Asset) as a % of its Covered Payroll	Plan Fiduciary Net Position as a % of the Total Pension Liability (Asset)
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SHERIFFS' PENSION AND RELIEF FUND

2023	2.025117%	\$ 16,459,873	\$ 15,022,424	109.6%	83.9%
2022	1.984574%	\$ (983,456)	\$ 14,458,196	-6.8%	101.0%
2021	1.842621%	\$ 12,753,062	\$ 13,602,995	93.8%	84.7%
2020	1.821124%	\$ 8,614,333	\$ 12,729,582	67.7%	88.9%
2019	1.837578%	\$ 7,046,466	\$ 12,647,756	55.7%	90.4%
2018	1.760108%	\$ 7,621,749	\$ 12,191,637	62.5%	88.5%
2017	1.723406%	\$ 10,938,277	\$ 11,770,009	92.9%	82.1%
2016	1.723741%	\$ 7,683,605	\$ 11,428,858	67.2%	86.6%
2015	1.713395%	\$ 6,785,053	\$ 10,642,010	63.8%	87.3%
2014	1.678593%	\$ 11,249,837	\$ 10,748,851	104.7%	77.2%

The amounts presented have a measurement date of the previous fiscal year.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE SHERIFF'S PENSION CONTRIBUTIONS
FOR THE TEN YEARS ENDED JUNE 30, 2023

Fiscal Year	Contractually Required <u>Contribution</u>	Contributions in Relation to Contractually Required <u>Contribution</u>	Contribution Deficiency <u>(Excess)</u>	Sheriff's Covered <u>Payroll</u>	Contributions as a Percentage of Covered <u>Payroll</u>
<u>SHERIFFS' PENSION AND RELIEF FUND</u>					
2023	\$ 1,757,414	\$ 1,757,414	\$ -	\$ 15,278,353	11.50%
2022	\$ 1,840,252	\$ 1,840,252	\$ -	\$ 15,022,424	12.25%
2021	\$ 1,771,174	\$ 1,771,174	\$ -	\$ 14,458,196	12.25%
2020	\$ 1,666,370	\$ 1,666,370	\$ -	\$ 13,602,995	12.25%
2019	\$ 1,559,378	\$ 1,559,378	\$ -	\$ 12,729,582	12.25%
2018	\$ 1,612,561	\$ 1,612,561	\$ -	\$ 12,647,756	12.75%
2017	\$ 1,615,396	\$ 1,615,396	\$ -	\$ 12,191,637	13.25%
2016	\$ 1,618,380	\$ 1,618,380	\$ -	\$ 11,770,009	13.75%
2015	\$ 1,628,512	\$ 1,628,512	\$ -	\$ 11,428,858	14.25%
2014	\$ 1,478,173	\$ 1,478,173	\$ -	\$ 10,642,010	13.89%

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

1. BUDGETARY BASIS OF ACCOUNTING

The General Fund budgetary comparison schedule has been presented on the modified accrual basis of accounting, which is consistent with the accounting principles generally accepted in the United States of America.

2. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The actuarial methods and assumptions used to calculate the total OPEB liability are described in Note 13 to the financial statements.

No assets are accumulated in a trust that meets the criteria in GASB Statement No. 75, paragraph 4.

Changes in Benefit Terms

There were no changes in benefit terms during any of the years presented.

Changes of Assumptions

Year Ended	June 30, 2023	June 30, 2022	June 30, 2021
Valuation Date	July 01, 2022	July 01, 2021	July 01, 2020
Inflation Rate	2.50%	2.50%	2.50%
Discount Rate	3.65% end of year	3.54% end of year	2.16%, annually
Expected Remaining Service Lives	Investment - 5 years Economic/demographic - 7 years Assumption changes/inputs - 7 years	Investment - 5 years Economic/demographic - 7 years Assumption changes/inputs - 7 years	Investment - 5 years Economic/demographic - 7 years Assumption changes/inputs - 7 years
Salary Increases	4.00%, including inflation	4.00%, including inflation	4.00%, including inflation
Healthcare Cost	5.50%, annually for 10 years	5.50%, annually for 10 years	5.50%, annually for 10 years
Trend Rates	4.50%, annually thereafter	4.50%, annually thereafter	4.50%, annually thereafter
Mortality Rate	SOA RP - 2000 Table	RP-2000 combined without projection	SOA RP-2000 Table

Year Ended	June 30, 2020	June 30, 2019	June 30, 2018
Valuation Date	July 01, 2019	July 01, 2017	July 01, 2017
Inflation Rate	2.50%	2.50%	2.50%
Discount Rate	2.21%, annually	3.50%, annually	3.50%, annually
Expected Remaining Service Lives	Investment - 5 years Economic/demographic - 7 years Assumption changes/inputs - 7 years	Investment - 5 years Economic/demographic - 7 years Assumption changes/inputs - 7 years	Investment - 5 years Economic/demographic - 7 years Assumption changes/inputs - 7 years
Salary Increases	4.00%, including inflation	4.00%, including inflation	4.00%, including inflation
Healthcare Cost	5.50%, annually for 10 years	Flat 5.50%, annually	Flat 5.50%, annually
Trend Rates	4.50%, annually thereafter		
Mortality Rate	RP-2000 combined without projection	94 GAR projected to 2002, 50% unisex blend	94 GAR projected to 2002, 50% unisex blend

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

3. LOUISIANA SHERIFFS' PENSION AND RELIEF FUND (PENSION)

Changes in Benefit Terms

There were no changes to benefit terms noted for the measurement period ended June 30, 2020 – June 30, 2023.

The following changes in benefit terms were noted during the measurement period ended June 30, 2019:

- Act 77 of the 2019 Regular Session of the Louisiana Legislature clarifies rules related to permanent benefit increases (previously referred to as cost of living increases). The statutes provide for two permanent benefit increase types and specifically provide that the system may not grant both permanent benefit increases in the same fiscal year. The first permanent benefit increase type, when payable, may not exceed two and one-half percent of the normal monthly benefit payable to the retiree, disability recipient, or survivor on the date the increase is granted. In addition, the dollar amount of the increase may not exceed five percent of the average monthly benefit in payment to service retirees as of the end of the preceding fiscal year. The second permanent benefit increase type, when payable, provides a permanent benefit increase of two percent of the monthly benefit to all retirees, disability recipients, and survivors who are at least sixty-five years of age on the date the increase is granted.

There were no changes in benefit terms noted for the measurement period ended June 30, 2018.

There were no changes in benefit terms noted for the measurement period ended June 30, 2017.

The following changes in benefit terms were noted during the measurement period ended June 30, 2016:

- Act 323 of the 2016 Regular Session of the Louisiana Legislature added R.S. 11:2178(D)(4) related to disability benefits, retirement benefits, and death benefits of the Sheriffs' Pension and Relief Fund. Effective June 30, 2016, the Act provided the following:
 - That when a member dies in the line of duty because of an intentional violent act the surviving spouse or minor children or both shall be eligible to receive death benefit in accordance with new law.
 - That the surviving spouse shall be eligible to receive the greater of 50% of the member's final average compensation (FAC) or a reduced benefit as if the member had retired on the date of death.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

3. LOUISIANA SHERIFFS' PENSION AND RELIEF FUND (PENSION) (Continued)

Changes in Benefit Terms (Continued)

- That if the member leaves a child or children in addition to the surviving spouse, the child or children shall be eligible to receive a benefit equaling the difference between the benefit received by the spouse and 100% of the member's FAC. The difference shall be divided equally among the children. New law further provides that in no case shall the benefit total be more than 100% of the member's FAC.
- That when a child reaches the age of 18, the benefit shall cease unless the child is enrolled as a full-time student in good standing at a board-approved or accredited school, college, or university and is under the age of 23.
- That in the event of the death of the surviving spouse while any eligible surviving child or children are still eligible to receive a benefit, the surviving spouse's portion of the death benefit shall be divided equally amongst all eligible children.
- That if there is no surviving spouse, any child or children shall be eligible to receive 100% of the member's FAC divided equally among the surviving children.
- That if there is no surviving spouse, the benefit payable to the minor child or children shall be paid to a trust satisfactory to the Fund and established by law.

The following changes in benefit terms were noted during the measurement period ended June 30, 2015:

- Act 136 of the 2015 Regular Session of the Louisiana Legislature amended R.S. 11:2175(C)(3)(c) and 2175.2(A)(3) and (C), and repealed R.S. 11:105(A)(5) related to Sheriffs' Pension and Relief Fund. Effective June 30, 2015, the Act provided the following:
 - For the purchase of a maximum of 5 years of certain service credits at the time of retirement. Prior law allowed the purchase of a maximum of 3 years of this service credit. Law requires the purchaser to pay the actuarial cost of the benefits purchased.

There were no changes in benefit terms noted for the measurement period ended June 30, 2014.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

3. LOUISIANA SHERIFFS' PENSION AND RELIEF FUND (PENSION) (Continued)

Changes of Assumptions

Valuation Date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.60%
Investment Rate of Return (Discount Rate)	6.85%	6.90%	7.00%	7.10%	7.25%
Expected Remaining Service Lives	5 years	5 years	6 years	6 years	6 years
Salary Increases	5.00% (2.50% inflation, 2.50% merit)	5.00% (2.50% inflation, 2.50% merit)	5.00% (2.50% inflation, 2.50% merit)	5.50% (2.50% inflation, 3.00% merit)	5.50% (2.60% inflation, 2.90% merit)
Experience Study	07/01/2014 - 06/30/2019 experience study	07/01/2014 - 06/30/2019 experience study	07/01/2014 - 06/30/2019 experience study	07/01/2009 - 06/30/2014 experience study	07/01/2009 - 06/30/2014 experience study
Mortality Rate	Pub-2010 with full generational proejction using MP2019 scale Sex Distinct Tables Pub-2010 Public Retirement Mortality Table for Safety Disabled Retirees with full generational proejction using MP2019 scale	Pub-2010 with full generational proejction using MP2019 scale Sex Distinct Tables Pub-2010 Public Retirement Mortality Table for Safety Disabled Retirees with full generational proejction using MP2019 scale	Pub-2010 with full generational proejction using MP2019 scale Sex Distinct Tables Pub-2010 Public Retirement Mortality Table for Safety Disabled Retirees with full generational proejction using MP2019 scale	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables RP-2000 Disabled Lives Mortality Table	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables RP-2000 Disabled Lives Mortality Table

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

3. LOUISIANA SHERIFFS' PENSION AND RELIEF FUND (PENSION) (Continued)

Changes of Assumptions (continued)

Valuation Date	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013
Inflation Rate	2.78%	2.88%	2.88%	3.00%	2.75%
Investment Rate of Return (Discount Rate)	7.40%	7.50%	7.60%	7.70%	7.25%
Expected Remaining Service Lives	7 years	7 years	6 years	6 years	6 years
Salary Increases	5.50% (2.775% inflation, 2.725% merit)	5.50% (2.875% inflation, 2.625% merit)	5.50% (2.875% inflation, 2.625% merit)	6.00% (3.00% inflation, 3.00% merit)	6.25% (2.75% inflation, 3.50% merit)
Experience Study	07/01/2009 - 06/30/2014 experience study	07/01/2009 - 06/30/2014 experience study	07/01/2009 - 06/30/2014 experience study	07/01/2006 - 06/30/2010 experience study	07/01/2006 - 06/30/2010 experience study
Mortality Rate	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables RP-2000 Disabled Lives Mortality Table	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables RP-2000 Disabled Lives Mortality Table	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables RP-2000 Disabled Lives Mortality Table	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables RP-2000 Disabled Lives Mortality Table	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables RP-2000 Disabled Lives Mortality Table

OTHER SUPPLEMENTARY INFORMATION

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
SUPPLEMENTARY INFORMATION
PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

INTERNAL SERVICE FUNDS DESCRIPTIONS:

Auto Claims Fund

This fund provides coverage for property damage and personal injury cases caused by employees of the Sheriff. Limited coverage is provided through participation in the Louisiana Sheriff's Risk Management Program (a public entity risk pool). This program provides coverage on professional liability cases at the rate of \$100,000/claim and \$500,000/aggregate. For amounts in excess of this coverage, the Sheriff is self-insured. For auto loss claims, the Sheriff is self-insured up to \$50,000 per accident. Excess liability coverage is in effect for all claims over \$50,000, but not exceeding \$2,000,000. All claims are accounted for in this fund.

Medical Claims Fund

This fund pays medical claims of the Sheriff's employees and their covered dependents. The Sheriff is self-insured up to \$85,000 per claim. The Sheriff has a re-insurance policy with a private carrier which provides "stop-loss" coverage for claims exceeding \$85,000. Funding comes from the Sheriff's General Fund and from the charges for premiums collected from employees.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 SUPPLEMENTARY INFORMATION
 PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF NET POSITION
JUNE 30, 2023

	<u>Medical Claims</u>	<u>Auto Claims</u>	<u>Combined Totals</u>
ASSETS:			
Current assets:			
Cash	\$ 456,379	\$ 73,715	\$ 530,094
Total assets	<u>456,379</u>	<u>73,715</u>	<u>530,094</u>
LIABILITIES:			
Current liabilities:			
Accounts and other accrued payables	<u>183,194</u>	<u>-</u>	<u>183,194</u>
Total liabilities	<u>183,194</u>	<u>-</u>	<u>183,194</u>
NET POSITION:			
Unrestricted	<u>273,187</u>	<u>73,715</u>	<u>346,902</u>
Total net position	<u>\$ 273,187</u>	<u>\$ 73,715</u>	<u>\$ 346,902</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 SUPPLEMENTARY INFORMATION
 PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Medical Claims</u>	<u>Auto Claims</u>	<u>Combined Totals</u>
Operating revenues:			
Charges for services	\$ 3,810,879	\$ 497,492	\$ 4,308,371
Total operating revenues	<u>3,810,879</u>	<u>497,492</u>	<u>4,308,371</u>
Operating expenses:			
Public safety:			
Personnel services and related benefits	3,502,620	480,857	3,983,477
Professional services and administrative	77,407	20,000	97,407
Total operating expenses	<u>3,580,027</u>	<u>500,857</u>	<u>4,080,884</u>
Operating income (loss)	230,852	(3,365)	227,487
Change in net position	230,852	(3,365)	227,487
Net position, beginning of year	<u>42,335</u>	<u>77,080</u>	<u>119,415</u>
Net position, end of year	<u>\$ 273,187</u>	<u>\$ 73,715</u>	<u>\$ 346,902</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 SUPPLEMENTARY INFORMATION
 PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Medical Claims</u>	<u>Auto Claims</u>	<u>Combined Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from user departments and participants	\$ 3,810,879	\$ 497,492	\$ 4,308,371
Cash paid for claims	<u>(3,641,476)</u>	<u>(500,857)</u>	<u>(4,142,333)</u>
Net cash provided (used) by operating activities	<u>169,403</u>	<u>(3,365)</u>	<u>166,038</u>
Net increase (decrease) in cash and cash equivalents	169,403	(3,365)	166,038
Cash and cash equivalents at beginning of the year	<u>286,976</u>	<u>77,080</u>	<u>364,056</u>
Cash and cash equivalents at end of the year	<u>\$ 456,379</u>	<u>\$ 73,715</u>	<u>\$ 530,094</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ 230,852	\$ (3,365)	\$ 227,487
Increase in accounts payable	<u>(61,449)</u>	<u>-</u>	<u>(61,449)</u>
Net cash provided (used) by operating activities	<u>\$ 169,403</u>	<u>\$ (3,365)</u>	<u>\$ 166,038</u>

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
SUPPLEMENTRY INFORMATION
FIDUCIARY FUND TYPE – CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

CUSTODIAL FUNDS DESCRIPTIONS:

Tax Collector Fund

Article V, Section 27 of the Louisiana Constitution of 1974 provides that the Sheriff will serve as the Ex-Officio Tax Collector of the state and parish taxes and fees levied within the parish boundaries. The Tax Collector Fund accounts for the collection and distribution of these taxes and fees to the appropriate taxing bodies.

Civil Fund

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

Cash Bond Fund

The Cash Bond Fund accounts for the collections of bonds, fines, and costs and payment of these collections to the recipients in accordance with applicable laws.

Inmate Deposit Fund

The Inmate Deposit Fund accounts for the receipts and disbursements made to the individual prison inmate accounts.

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 SUPPLEMENTARY INFORMATION
 FIDUCIARY FUND TYPE - CUSTODIAL FUNDS
 COMBINING STATEMENT OF NET POSITION
FOR THE YEAR ENDING JUNE 30, 2022

	Tax Collector <u>Fund</u>	Civil <u>Fund</u>	Cash Bond <u>Fund</u>	Inmate Deposit <u>Fund</u>	<u>Total</u>
ASSETS:					
Cash and cash equivalents	\$ 5,939,665	\$ 20,394	\$ 628,024	\$ 46,229	\$ 6,634,312
Due from other funds	1,694	-	-	-	1,694
Due from other taxing authorities	<u>134,820</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>134,820</u>
 Total assets	 <u>6,076,179</u>	 <u>20,394</u>	 <u>628,024</u>	 <u>46,229</u>	 <u>6,770,826</u>
 LIABILITIES:					
Due to other funds	1,682,224	-	-	-	1,682,224
Due to taxing bodies, prisoners, and others	<u>4,393,955</u>	<u>20,394</u>	<u>628,024</u>	<u>46,229</u>	<u>5,088,602</u>
 Total liabilities	 <u>6,076,179</u>	 <u>20,394</u>	 <u>628,024</u>	 <u>46,229</u>	 <u>6,770,826</u>
 NET POSITION	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 SUPPLEMENTARY INFORMATION
 FIDUCIARY FUND TYPE - CUSTODIAL FUNDS
 COMBINING STATEMENT OF CHANGES IN DEPOSIT BALANCES
 DUE TO TAXING BODIES AND OTHERS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Tax Collector Fund</u>	<u>Civil Fund</u>	<u>Cash Bond Fund</u>	<u>Inmate Deposit Fund</u>	<u>Total</u>
Additions:					
Deposits:					
Judicial sales and costs	\$ -	\$ 1,831,353	\$ -	\$ -	\$ 1,831,353
Bonds	-	-	245,067	-	245,067
Inmate deposits	-	-	-	271,010	271,010
Taxes, fees, etc., paid to tax collector	127,061,541	-	-	-	127,061,541
Interest	225,846	-	-	-	225,846
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total additions	127,287,387	1,831,353	245,067	271,010	129,634,817
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Reductions:					
Taxes, fees, deposits distributed to taxing bodies and others	126,496,714	1,829,748	87,642	-	128,414,104
Deposits settled to inmates	-	-	-	286,070	286,070
Other reductions:					
Restitution and refunds	692,197	-	-	-	692,197
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total reductions	127,188,911	1,829,748	87,642	286,070	129,392,371
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net change	98,476	1,605	157,425	(15,060)	242,446
Deposit balances due to taxing bodies and others:					
Balances, beginning of year	5,977,703	18,789	470,599	61,289	6,528,380
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
BALANCES, END OF YEAR	\$ 6,076,179	\$ 20,394	\$ 628,024	\$ 46,229	\$ 6,770,826
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 JUSTICE FUNDING SCHEDULE COLLECTING/DISBURSING ENTITY
 CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	First Six Month Period ended <u>12/31/2022</u>	Second Six Month Period ended <u>6/30/2023</u>
CASH BASIS PRESENTATION		
Beginning Balance of Amounts Collected	\$ 537,106.40	\$ 709,261.11
Add: Collections		
Civil Fees	1,014,659.98	530,538.39
Bond Fees	137,777.15	151,569.00
Asset Forfeiture/Sale	50,227.00	57,894.66
Criminal Court Costs/Fees	88,734.17	111,150.33
Criminal Fines	95,087.46	115,803.04
Other	40,888.55	49,439.63
 SUBTOTAL COLLECTIONS	 <u>\$ 1,427,374.31</u>	 <u>\$ 1,016,395.05</u>
 LESS: DISBURSEMENTS TO GOVERNMENTS & NONPROFITS		
Thirty Fourth Judicial District Attorney - Criminal Fines	\$ 8,488.57	\$ 10,678.97
Thirty Fourth Judicial District Attorney - Bond Fees	30,408.53	37,892.26
Thirty Fourth Judicial District Attorney - Criminal Court Costs/Fees	5,487.59	6,357.55
Thirty Fourth Judicial District Attorney-ACT	3,650.10	4,981.16
Thirty Fourth Judicial District Attorney - Asset forfeiture/sales	-	11,823.60
Thirty Fourth Judicial District Court - Probation	23,839.00	26,060.00
Thirty Fourth Judicial District Court - Bond Fees	30,408.53	37,892.26
Thirty Fourth Judicial District Court	23,191.03	27,606.19
Thirty Fourth Judicial District Criminal Court - Asset forfeiture/sales	-	11,823.60
LA State Treasurer, Help Wildlife - Criminal Court Costs/ Fees	58.76	136.25
LA Supreme Court - Criminal Court Costs/Fees	255.80	304.04
LA State Treasurer CMIS - Criminal Court Costs/Fees	1,390.93	1,710.80
Indigent Defender Board - Bond Fees	30,408.53	37,892.26
Indigent Defender Board - Criminal Court Costs/Fees	22,631.85	27,657.50
Indigent Defender Board -	503.18	978.37
LA Commission on Law Enforcement - Criminal Court Costs/Fees	288.12	397.88

(Continued)

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 JUSTICE FUNDING SCHEDULE COLLECTING/DISBURSING ENTITY
 CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	First Six Month Period ended <u>12/31/2022</u>	Second Six Month Period ended <u>6/30/2023</u>
LESS: DISBURSEMENTS TO GOVERNMENTS & NONPROFITS (Continued)		
LDHH - THSCI Trust - Criminal Court Costs/fees-L.R.S.	558.98	922.29
LA State Police Applied - Specimen Testing- Criminal Court Costs/Fees	2,871.90	4,445.00
Crimestoppers, Inc.	742.06	979.23
DARE	50.00	-
Criminal Victims Reparation Fund	3,443.00	4,535.00
Drug Abuse Education & Treatment Fund	2,926.13	4,813.79
St. Bernard Parish Government - Witness Fees - Criminal Court Costs/Fees	10,300.54	12,267.82
St. Bernard Parish Government - Coroner Fees - Criminal Court Costs/Fees	2,557.27	3,048.10
St. Bernard Parish Government - Criminal Fines	53,721.41	67,440.18
St. Bernard Parish Clerk of Court - Criminal Court Costs/Fees	25,709.89	32,874.62
St. Bernard Parish Clerk of Court - Asset forfeiture/sales	-	3,000.00
St. Bernard Parish Clerk of Court - Civil Fees	9,558.34	4,938.20
	<hr/>	<hr/>
TOTAL DISBURSEMENTS TO GOVERNMENTS & NONPROFITS	\$ 293,450.04	\$ 383,456.92
LESS: AMOUNTS RETAINED BY COLLECTING AGENCY		
St. Bernard Parish Sheriff's - Criminal Fines	\$ 8,488.48	\$ 10,678.89
St. Bernard Parish Sheriff's - Criminal Court Costs/Fees	23,555.59	27,519.37
St. Bernard Parish Sheriff's - Bond Fees	46,551.53	37,892.22
St. Bernard Parish Sheriff's - Asset Forfeiture	-	35,470.80
St. Bernard Parish Sheriff's - Civil Fees	78,398.13	63,940.35
LESS DISBURSEMENTS TO INDIVIDUALS/PROCESSING AGENCIES/ATTORNEYS		
Asset Forfeiture Refunds	8,928.00	7,200.00
Payments to Processing Agencies/Attorneys	795,892.83	591,627.15
	<hr/>	<hr/>
TOTAL DISBURSEMENTS TO INDIVIDUALS/PROCESSING AGENCIES/ATTORNEYS	\$ 961,814.56	\$ 774,328.78
	<hr/>	<hr/>
SUBTOTAL DISBURSED / RETAINED	\$ 1,255,264.60	\$ 1,157,785.70
	<hr/>	<hr/>
Total: Ending Balance of Amounts collected but not Disbursed /Retained	\$ 709,216.11	\$ 567,870.46
	<hr/>	<hr/>

ST. BERNARD PARISH SHERIFF
 CHALMETTE, LOUISIANA
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
 TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
FOR THE YEAR ENDED JUNE 30, 2023

Agency head name: Sheriff James J. Pohlmann

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 189,811
Benefits - insurance	13,620
Benefits - retirement	21,828
Dues	15,818
Registration fees	720
Conference travel	550
	<u>\$ 242,347</u>

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
AFFIDAVIT
FOR THE YEAR ENDED JUNE 30, 2023



St Bernard Parish Sheriff's Office

James Pohlmann, Sheriff

STATE OF LOUISIANA, PARISH OF ST. BERNARD

AFFIDAVIT

JAMES J. POHMANN, SHERIFF OF ST. BERNARD

BEFORE ME, the undersigned authority, personally came and appeared, James J. Pohlmann, the Sheriff of St. Bernard Parish, State of Louisiana, who after being duly sworn, deposed, and said:

The following information is true and correct:

\$5,958,511 is the amount of cash on hand in the tax collector accounts on June 30, 2023;

He further deposed and said:

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

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

A handwritten signature in blue ink, appearing to read 'James J. Pohlmann', written over a horizontal line.

James J. Pohlmann
Sheriff of St. Bernard Parish

SWORN to and subscribed before me, Notary, this 11th day of December 2023, in my office in the City of Chalmette, Louisiana.

A handwritten signature in blue ink, appearing to read 'JoAnn C. Lane', written over a horizontal line.

JoAnn C. Lane
Notary Public
Notary ID or Bar Roll No: 40365

2028 (Commission)



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(1919-1985)

Felix J. Hrapmann, Jr., CPA
(1919-1990)

William R. Hogan, Jr., CPA
(1920-1996)

James Maher, Jr., CPA
(1921-1999)

Lindsay J. Calub, CPA, LLC
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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*

December 27, 2023

Honorable James J. Pohlmann
St. Bernard Parish Sheriff
Chalmette, Louisiana

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Bernard Parish Sheriff (the Sheriff) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements, and have issued our report thereon dated December 27 2023.

Report Internal Control over Financial Reporting

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

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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. We identified certain deficiencies in internal control, described in the accompanying schedule of findings items 2023-01 and 2023-02 that we consider to be significant deficiencies.

Report on Compliance and Other Matters

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

Management's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the St. Bernard Sheriff's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Sheriff's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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



New Orleans, Louisiana

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
SUMMARY SCHEDULE OF FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

SUMMARY OF AUDITOR'S RESULTS:

1. The opinion issued on the financial statements of St. Bernard Parish Sheriff for the year ended June 30, 2023 was unmodified.
2. Internal Control Over Financial Reporting
Material weaknesses: none
Significant deficiencies: 2023-01 and 2023-02
3. Compliance
Noncompliance material to the financial statements: none

FINDINGS REQUIRED TO BE REPORTED UNDER GENERALLY ACCEPTED GOVERNMENT
AUDITING STANDARDS:

2023-01 Journal Entries

Condition and Criteria

The Sheriff's Office maintains its books on the cash basis of accounting. Therefore, journal entries were required as part of the audit for financial statement misstatements related to accruals and property and equipment accounts. Generally accepted auditing standards now consider year-end adjusting entries prepared by the auditor to be a significant deficiency in internal control.

Cause

Statement on Auditing Standards (SAS) 115 requires that we report the above condition as a control deficiency. The SAS does not provide exceptions to reporting control deficiencies that are mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical. The Sheriff's Office has relied on its auditor to identify and correct such financial statement misstatements.

Recommendation

Whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS 115's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies noted under SAS 115. In this case, we do not believe that curing the significant deficiency described in this finding would be cost effective or practical and accordingly, we do not believe any corrective action is necessary.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
SUMMARY SCHEDULE OF FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

FINDINGS REQUIRED TO BE REPORTED UNDER GENERALLY ACCEPTED GOVERNMENT
AUDITING STANDARDS: (Continued)

2023-01 Journal Entries (Continued)

Management's Response

Based on the noted finding related to (SAS 15) the Sheriff's office does not believe it would be an efficient use of resources to contract the service to correct the deficiencies for the required journal entries related to the accrual and property and equipment accounts and the preparation of its annual financial statements. These deficiencies are mitigated by the skill, knowledge and experience of the Chief Financial Officer to oversee, review and approve the auditor's preparation of the financial statements.

2023-02 - Preparation of Financial Statements

Condition and Criteria

The Sheriff's Office does not prepare its financial statements in accordance with generally accepted accounting principles. As is common in small entities, the Sheriff's Office has chosen to engage the auditor to prepare its annual financial statements. This condition is intentional by management, along with the cost effectiveness of acquiring the ability to prepare the financial statements in accordance with generally accepted accounting principles.

Cause

Statement on Auditing Standards (SAS) 115 requires that we report the above condition as a control deficiency. The SAS does not provide exceptions to reporting deficiencies that are mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

Recommendation

As mentioned, whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS 115's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies noted under SAS 115. In this case, we do not believe that curing the significant deficiency described in this finding would be cost effective or practical and accordingly, we do not believe any corrective action is necessary.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
SUMMARY SCHEDULE OF FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

FINDINGS REQUIRED TO BE REPORTED UNDER GENERALLY ACCEPTED GOVERNMENT
AUDITING STANDARDS: (Continued)

2023-02 - Preparation of Financial Statements (Continued)

Management's Response

Based on the noted finding related to (SAS 15) the Sheriff's office does not believe it would be an efficient use of resources to contract the service to correct the deficiencies for the required journal entries related to the accrual and property and equipment accounts and the preparation of its annual financial statements. These deficiencies are mitigated by the skill, knowledge and experience of the Chief Financial Officer to oversee, review and approve the auditor's preparation of the financial statements.

ST. BERNARD PARISH SHERIFF
CHALMETTE, LOUISIANA
SUMMARY OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

SUMMARY OF PRIOR YEAR FINDINGS:

2022-01 - Journal Entries

The Sheriff's Office maintains its books on the cash basis of accounting. Therefore, journal entries were required as part of the audit for financial statement misstatements related to accruals and property and equipment accounts. Generally accepted auditing standards now consider year-end adjusting entries prepared by the auditor to be a significant deficiency in internal control.

Statement on Auditing Standards (SAS) 115 requires that we report the above condition as a control deficiency. The SAS does not provide exceptions to reporting deficiencies that are mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

This finding is repeated as 2023-01 in the current year.

2022-02 - Preparation of Financial Statements

The Sheriff's Office does not prepare its financial statements in accordance with generally accepted accounting principles. As is common in small entities, the Sheriff's Office has chosen to engage the auditor to prepare its annual financial statements. This condition is intentional by management, along with the cost effectiveness of acquiring the ability to prepare the financial statements in accordance with generally accepted accounting principles.

Statement on Auditing Standards (SAS) 115 requires that we report the above condition as a control deficiency. The SAS does not provide exceptions to reporting deficiencies that are mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

This finding is repeated as 2023-02 in the current year.

ST. BERNARD PARISH SHERIFF'S OFFICE
INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED-UPON PROCEDURES
FOR THE FISCAL YEAR JULY 1, 2022 – JUNE 30, 2023

ST. BERNARD PARISH SHERIFF'S OFFICE

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INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED-UPON PROCEDURES
FOR THE FISCAL YEAR JULY 1, 2022 – JUNE 30, 2023

December 19, 2023

Board of Directors
St. Bernard Parish Sheriff's Office
and The Louisiana Legislative Auditor

We have performed the procedures enumerated below, which were agreed to by the St. Bernard Parish Sheriff's Office (the Company) and the Louisiana Legislative Auditor, on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's Statewide Agreed-Upon Procedures (SAUPs) for the year ended June 30, 2023. St. Bernard Parish Sheriff's Office's management is responsible for the control and compliance areas identified in the SAUPs.

St. Bernard Parish Sheriff's Office has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period July 1, 2022 through June 30, 2023. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

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American Institute of
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Society of LA CPAs

Written Policies and Procedures

1. Obtain and inspect the entity's written policies and procedures and observe whether they addressed each of the following categories and subcategories if applicable to public funds and the entity's operations:
 - a) Budgeting, including preparing, adopting, monitoring, and amending the budget.
 - b) Purchasing, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the public bid law; and (5) documentation required to be maintained for all bids and price quotes.
 - c) Disbursements, including processing, reviewing and approving.
 - d) Receipts/Collections, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
 - e) Payroll/Personnel, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.
 - f) Contracting, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
 - g) Credit Cards (and debit cards, fuel cards, P-Cards, if applicable), including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
 - h) Travel and Expense Reimbursement, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
 - i) Ethics, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
 - j) Debt Service, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

- k) Information Technology Disaster Recovery/Business Continuity, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- l) Sexual Harassment, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Upon applying the agreed-upon procedures above, we noted the following:

- Contracting - there is no written documentation relating to legal review or monitoring the process in the contracting policy.
- Ethics - there is no written documentation relating to the prohibitions as defined in Louisiana Revised Statute 42:1111-1121. No written documentation relating to actions to be taken if an ethics violation takes place. No written documentation relating to system to monitor possible ethics violations.
- IT Disaster Recovery/Business Continuity - There is no written documentation relating to timely application of all available system and software patches/updates in the disaster recovery/business continuity policy.
- Sexual Harassment - Annual reporting requirement is not included in the policy.

Management's Response – We will update the policies and procedures to include the required processes.

Board or Finance Committee

2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - b) For those entities reporting on the governmental accounting model, observe whether the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual, at a minimum, on proprietary funds, and semi-annual budget- to-actual, at a minimum, on all special revenue funds. *Alternately, for those entities reporting on the nonprofit accounting model, observe that the minutes referenced or included financial activity relating to*

public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.

- c) For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.
 - The Sheriff's Office does not have a board of directors or finance committee.
 - No findings noted as a result of applying the above agreed-upon procedures.

Bank Reconciliations

3. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:
 - a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);
 - b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and
 - c) Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Upon applying the agreed-upon procedures above we noted the following:

- There was no documentation that bank reconciliations were reviewed by management.
- There is no documentation that reconciling items over 12 months were researched.
- There was no evidence that bank reconciliations were prepared within 2 months of closing date.

Management's Response - Bank reconciliations are electronically filed in the network and reviewed by management, however, we will add documentation of such review by management in our system. We will start to include documentation showing the we have researched reconciling items more than 12 months old in the bank reconciliations, when applicable. The preparation of the bank reconciliation for one bank account was an isolated incident and management will work on preparing bank reconciliations within 2 months of statement closing.

Collections (excluding electronic funds transfers)

4. Obtain a list of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).
 - No findings noted as a result of applying the above agreed-upon procedures.
5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:
 - a) Employees responsible for cash collections do not share cash drawers/registers.
 - b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit.
 - c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.
 - d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, are not responsible for collecting cash, unless another employee/official verifies the reconciliation.
 - No findings noted as a result of applying the above agreed-upon procedures.
6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe the bond or insurance policy for theft was enforced during the fiscal period.
 - No findings noted as a result of applying the above agreed-upon procedures.
7. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliation" above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- a) Observe that receipts are sequentially pre-numbered.
- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
- c) Trace the deposit slip total to the actual deposit per the bank statement.
- d) Observe the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
- e) Trace the actual deposit per the bank statement to the general ledger.
 - No findings noted as a result of applying the above agreed-upon procedures.

Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)

8. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).
9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:
 - a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.
 - b) At least two employees are involved in processing and approving payments to vendors.
 - c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.
 - d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.
 - e) Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

- Upon applying the agreed-upon procedures above, it was noted that the person responsible for processing payments is not prohibited from adding/modifying vendor files and the individuals who are responsible for processing payments also mail signed checks.

Management's Response – The Sheriff's office has limited personnel and segregation of duties surrounding the cash disbursements system are appropriate and evidence of the segregation of duties will be documented in the future.

10. For each location selected under #8 above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursement) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and:
 - a) Observe that the disbursement matches the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.
 - b) Observe that the disbursement documentation includes evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.
 - Upon applying the agreed-upon procedures above, it is noted that the disbursement documentation does not include evidence (initial/date, electronic logged) of segregation of duties.

Management's Response – The Sheriff's office has limited personnel and segregation of duties surrounding the cash disbursements system are appropriate and evidence of the segregation of duties will be documented in the future.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

11. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.
 - No findings noted as a result of applying the above agreed-upon procedures.
12. Use the listing prepared by management and randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:
 - a) Observe evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) was reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder.

- b) Observe that finance charges and late fees were not assessed on the selected statements.
 - Upon applying the agreed upon procedures above, it was noted that there is no evidence that the monthly statement and supporting documentation was reviewed and approved, in writing, by someone other than the authorized card holder.
13. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement and obtain supporting documentation for the transactions. For missing receipts, the practitioner should describe the nature of the transaction and note whether management had a compensating control to address missing receipts, such as a “missing receipt statement” that is subject to increased scrutiny. For each transaction, observed it is supported by:
 - a) An original itemized receipt that identifies precisely what was purchased,
 - b) Written documentation of the business/public purpose,
 - c) Documentation of the individuals participating in meals (for meals charges only).
 - Upon applying the agreed upon procedures above, it is noted that there was no documentation of business/public purpose on two of the twenty-two credit card transactions tested.

Management's Response – The Sheriff's credit card statements and supporting documentation are being reviewed by someone other than the card holder according to the policies surrounding credit card usage. The Sheriff's policy is for the CFO to review all expenses for appropriate business/public purpose before making payments for these expenses.

Travel and Travel-Related Expense Reimbursement (excluding card transactions)

14. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements, obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:
 - a) If reimbursed using a per diem, observe the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration.
 - b) If reimbursed using actual cost, observe the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
 - c) Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observed that the documentation includes the names of those individuals participating and other documentation required by written policy (procedure #1h).

- d) Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving the reimbursement.
 - Upon applying the agreed upon procedures above, it was noted that there is no evidence of expense or documentation being reviewed and approved in writing.

Management's Response – The Sheriff's travel reimbursements and supporting documentation are being reviewed by someone other than the person requesting reimbursement according to the policies surrounding expense reimbursements. The Sheriff's policy is for the CFO to review all expenses for appropriate business/public purpose before making payments for these expenses. In the future, the CFO will document in writing by initialing the reimbursements processed for payment.

Contracts

15. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. Alternately, the practitioner may use an equivalent selection source, such as an active vendor list. Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:
 - a) Observe that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.
 - b) Observe that the contract was approved by the governing body/board, if required by policy or law.
 - c) If the contract was amended, observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms. (e.g., if approval is required for any amendment, was approval documented).
 - d) Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.
 - No findings noted as a result of applying the above agreed-upon procedures.

Payroll and Personnel

16. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
 - No findings noted as a result of applying the above agreed-upon procedures.

17. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under #16 above, obtain attendance records and leave documentation for the pay period, and:
 - a) Observe that all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, officials are not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to a policy and/or contract, the official should document his/her daily attendance and leave.)
 - b) Observe that supervisors approved the attendance and leave of the selected employees or officials.
 - c) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.
 - d) Observe that the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.
 - No findings noted as a result of applying the above agreed-upon procedures.
18. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee or officials' cumulative leave records, agree the pay rates to the employee or officials' authorized pay rates in the employee or officials' personnel files, and agree the termination payment to entity policy.
 - No findings noted as a result of applying the above agreed-upon procedures.
19. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.
 - No findings noted as a result of applying the above agreed-upon procedures.

Ethics

20. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, obtain ethics documentation from management, and:
 - a) Observe that the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.

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

21. Inquire and/or observe whether agency has appointed an ethics designee as required by R.S. 42:1170

- No findings noted as a result of applying the above agreed-upon procedures.

Fraud Notice

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

- No findings noted as a result of applying the above agreed-upon procedures.

23. Observe that the entity has posted, on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

- No findings noted as a result of applying the above agreed-upon procedures.

Information Technology Disaster Recovery/Business Continuity

24. Perform the following procedures

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

25. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.

- We performed the procedures and discussed the results with management.

Sexual Harassment

26. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the fiscal period.

- No findings noted as a result of applying the above agreed-upon procedures.

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

- No findings noted as a result of applying the above agreed-upon procedures.

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

- a) Number and percentage of public servants in the agency who have completed the training requirements;
- b) Number of sexual harassment complaints received by the agency;
- c) Number of complaints which resulted in a finding that sexual harassment occurred;
- d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
- e) Amount of time it took to resolve each complaint.

- Upon applying the agreed upon procedures above, it is noted that the annual report was not completed.

Management's Response – Management will prepare the annual sexual harassment report by the required date. We understand that the report does not have to be filed with any governing agency, but will be completed and maintained in our files.

December 19, 2023

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

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

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

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