

LINCOLN PARISH ASSESSOR
RUSTON, LOUISIANA

FINANCIAL STATEMENTS
DECEMBER 31, 2020

LINCOLN PARISH ASSESSOR
DECEMBER 31, 2020

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INDEPENDENT AUDITORS' REPORT

Honorable Billy McBride, C. L. A.
Lincoln Parish Assessor
Ruston, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and the major fund of Lincoln Parish Assessor as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Assessor's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund, of the Lincoln Parish Assessor, as of December 31, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management discussion and analysis (pages 5-12), budgetary comparison information, schedule of changes in total OPEB liability and related ratios, schedule of employer's share of net pension liability, and schedule of employer required pension contributions (included in the table of contents on pages 44-47) 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lincoln Parish Assessor's basic financial statements. The accompanying other financial information consisting of the Schedule of Compensation, Reimbursements, Benefits and Other Payments to the Agency Head on page 49 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Schedule of Compensation, Reimbursements, Benefits and Other Payments to Agency Head 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Compensation, Reimbursements, Benefits and

Other Payments to the Agency Head is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2021, on our consideration of the Lincoln Parish Assessor's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lincoln Parish Assessor's internal control over financial reporting and compliance.

COCHRAN, CLARK & THOMASON

Cochran Clark & Thomason

Rayville, LA
June 25, 2021

**REQUIRED SUPPLEMENTARY
INFORMATION**

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Management's Discussion and Analysis (Unaudited)

Within this section of the Lincoln Parish Assessor, Ruston, Louisiana (the Parish Assessor) annual financial report, the Parish Assessor's management is pleased to provide this narrative discussion and analysis of the financial activities of the Parish Assessor for the calendar year ended December 31, 2020. The Parish Assessor's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

FINANCIAL HIGHLIGHTS

- The Parish Assessor's assets exceeded its liabilities (Net Positions) by \$1,000,106 for 2020.
- Total Net Positions is comprised of the following:
December 31, 2020
 - (1) Capital assets of \$56,237 include property and equipment, net of accumulated depreciation.
 - (2) Unrestricted assets of \$943,869 represent the portion available to maintain the Parish Assessor's continuing obligations to citizens and creditors.
- The Parish Assessor's governmental funds reported total ending fund balance of \$3,374,563 for 2020. The total fund balance is unassigned.
- At the end of the current calendar year, unassigned fund balance for the General Fund was \$3,374,563 or 430% of total General Fund expenditures.

Overall, the Parish Assessor continues to maintain a strong financial position, in spite of a somewhat depressed economy.

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

INDEPENDENT AUDITORS' REPORT

The first item in this report is the Independent Auditors' Report. This report tells the reader what the auditor audited and if the Parish Assessor has followed the accounting and financial reporting rules. For the year ended 2020, the auditor has given the Parish Assessor what is commonly called "a clean opinion". This means that the Parish Assessor is following the accounting rules and the following financial statements reflect the financial position and the financial activity for the year ended December 31, 2020. The auditors' report is signed by the independent auditor. The auditors' report may be found on pages 1 to 3 of this financial report.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This Management Discussion and Analysis (MDA) document introduces the Parish Assessor's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, (3) notes to the basic financial statements, and (4) other supplementary information as may be applicable. Other than the MD&A, in the Assessor's case, there are additional statements and schedules required by GASB. The Parish Assessor also includes in this report additional information to supplement the basic financial statements, such as required supplementary information, other required supplementary information, and other financial information. The table of contents list the additional statements and schedules.

Government-Wide Financial Statements

The Parish Assessor's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Parish Assessor'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 presenting information that includes all of the Parish Assessor's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Parish Assessor as a whole is improving or deteriorating. Evaluation of the overall health of the Parish Assessor 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 Parish Assessor's net position changed during the current calendar year. All current year revenues and expenses are included regardless of when the Parish Assessor receives or pays cash. An important purpose of the design of the statement of activities is to show the financial reliance of the Parish Assessor's distinct activities or functions on revenues provided by the Parish Assessor's taxpayers.

The government-wide financial statements are presented on pages 15 through 16 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Parish Assessor uses a single fund to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Parish Assessor's only fund, the general fund.

The Parish Assessor uses only one fund type:

The Government fund is reported in the fund financial statements and encompasses the same function reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the Parish Assessor's governmental fund. These statements report short-term calendar year 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.

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 operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 18 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. Other required supplementary information is information that the accounting rules strongly suggest be presented within the Assessor's financial report. The general fund's budgetary comparison statement is included as "other required supplementary information". This statement demonstrates compliance with the Parish Assessor's adopted and final budget. The other required supplementary information includes a schedule of funding progress for the other postemployment benefits, a schedule of required pension contributions and a schedule of proportional share of net pension liability and related ratios.

FINANCIAL ANALYSIS OF THE PARISH ASSESSOR AS A WHOLE

The following table provides a summary of the Parish Assessor's net position:

	<u>Summary of Net Position</u>			
	<u>2020</u>		<u>2019</u>	
	<u>Governmental</u>	<u>%</u>	<u>Governmental</u>	<u>%</u>
	<u>Activities</u>	<u>of</u>	<u>Activities</u>	<u>of</u>
		<u>Total</u>		<u>Total</u>
Assets:				
Current Assets	3,448,591	81%	3,316,649	85%
Noncurrent Assets	2,943	0%	5,659	0%
Capital Assets	<u>56,237</u>	<u>1%</u>	<u>45,653</u>	<u>1%</u>
Total Assets	<u>3,507,771</u>	<u>83%</u>	<u>3,367,961</u>	<u>86%</u>
Deferred Outflows	<u>736,485</u>	<u>17%</u>	<u>527,636</u>	<u>14%</u>
Total Assets and Deferred Outflows	<u>4,244,256</u>	<u>100%</u>	<u>3,895,597</u>	<u>100%</u>
Liabilities:				
Current Liabilities	13,059	0%	5,280	0%
Deferred Inflow	221,224	7%	247,877	9%
Lease Obligation	3,212	0%	5,997	0%
Long-Term Other and Postemployment Benefits and Retirement Payable	<u>3,006,655</u>	<u>93%</u>	<u>2,529,585</u>	<u>91%</u>
Total Liabilities	<u>3,244,150</u>	<u>100%</u>	<u>2,788,739</u>	<u>100%</u>
Net Position:				
Net Investment in Capital Assets	56,237	6%	45,653	4%
Unrestricted	<u>943,869</u>	<u>94%</u>	<u>1,061,205</u>	<u>96%</u>
Total Net Position	<u>1,000,106</u>	<u>100%</u>	<u>1,106,858</u>	<u>100%</u>

The Parish Assessor continues to maintain an extremely high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities remains strong. They are as follows:

	<u>2020</u>	<u>2019</u>
Current Ratio	264 to 1	628 to 1

The Parish Assessor reports a positive balance in the net position for its governmental activities. Net positions have changed as follows:

2020 Decrease (106,752)
 2019 Decrease (13,098)

Note that 6% of the governmental activities' net position are represented by capital assets in 2020. The Parish Assessor uses these capital assets to provide services to its citizens.

The following data is presented on the accrual basis of accounting which means that all costs are presented, however, the purchase of capital assets is not included but depreciation on the capital assets is included.

The following table provides a summary of the Parish Assessor's changes in net position:

	Summary of Changes in Net Position			
	2020		2019	
	Governmental Activities	% of Total	Governmental Activities	% of Total
Revenues:				
Program:				
Charges for Services	26,499	3%	21,429	2%
General:				
Taxes	827,682	80%	828,002	81%
State revenue sharing	40,409	4%	39,254	4%
Non-employer Pension				
Contributions	127,232	12%	117,881	12%
Interest	14,258	1%	13,853	1%
Total Revenues	<u>1,036,080</u>	<u>100%</u>	<u>1,020,419</u>	<u>100%</u>
Program Expenses:				
Operational:				
Salaries and benefits	565,400	51%	562,811	55%
Other Postemployment				
Benefits & Retirement				
Allocation	368,799	32%	289,076	28%
Operating Services	173,204	15%	144,631	14%
Materials and Supplies	13,604	1%	10,748	1%
Travel and Other	16,538	1%	20,539	2%
Lease Interest &				
Amortization	3,000	0%	3,162	0%
Depreciation	2,287	0%	2,550	0%
Total Expenses:	<u>1,142,832</u>	<u>100%</u>	<u>1,033,517</u>	<u>100%</u>
Disposal of Assets	-		-	
Total Change in Net Position	(106,752)		(13,098)	
Beginning Net Position	<u>1,106,858</u>		<u>1,119,956</u>	
Ending Net Position	<u>1,000,106</u>		<u>1,106,858</u>	

GOVERNMENTAL REVENUES

The Parish Assessor is heavily reliant on property taxes to support its operations. As a result, the general economy and local businesses have a major impact on the Parish Assessor's revenue streams.

Sources of revenue are shown below by percentage:

General Revenues	<u>2020</u>	<u>2019</u>
Property Tax	80%	81%
State Revenue Sharing	4%	4%
Non-employer Pension Contribution	12%	12%
Interest	<u>1%</u>	<u>1%</u>
Total General Revenues	<u>97%</u>	<u>98%</u>
Program Revenues	<u>3%</u>	<u>2%</u>
Total Revenues	<u>100%</u>	<u>100%</u>

GOVERNMENTAL FUNCTIONAL EXPENSES

Since assessor operations are staff oriented, a major portion of the budget is used for employee salaries and benefits each year.

The following is a summary of the major operational expenses as a percentage of total expenses:

	<u>2020</u>	<u>2019</u>
Salaries and Benefits	51%	55%
Pension Benefits & Other		
Postemployment Benefits	32%	28%
Operating Services	15%	14%

FINANCIAL ANALYSIS OF THE PARISH ASSESSOR'S GENERAL FUND

The General Fund is the Parish Assessor's operating fund and the source of day-to-day service delivery. As discussed, the General Fund is reported in the fund 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. The data presented in the fund financial statements is presented on the modified accrual basis. This means that capital assets purchased during the year are reported as expenditures and no depreciation on these capital assets is reported as an expenditure in the same year.

In 2006 through 2011, the fund balance increased. In 2012, technology was expanded resulting in a decrease in the fund balance. In 2013 through 2020 the fund balance increased.

The total fund balance and change per year is reported in the following chart:

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total fund balance	3,374,561	3,239,100	3,086,986	2,774,068
Change from prior year	135,461	152,114	312,918	248,896

The total fund balance is unreserved indicating availability for continuing Parish Assessor service requirements.

As indicated below, property taxes and state revenue sharing provide most of the resources for the Assessor's office:

	<u>2020</u>	<u>2019</u>
Property Tax	838,981	826,094
State Revenue Sharing	40,409	39,254

The following table shows the percentage of change (increase or decrease) in expenditures for each year:

	<u>2020</u>	<u>2019</u>
Salaries and Benefits	0%	7%
Operating services	20%	11%
Materials and supplies	27%	-2%

As a percentage of annual expenditures, the General Fund's ending fund balance is considered very adequate. The percentages each year are as follows:

	<u>2020</u>	<u>2019</u>
Fund balance as a percentage of Annual expenditures	430%	433%

Though some might consider this percentage high, it is necessary for the Parish Assessor to maintain a strong financial position in order to cover its cash flow needs and any unforeseen costs that might occur in the future. Note that the Parish Assessor is financing its operations on a "pay-as-you-go" system, which means currently there is no outstanding long-term debt (e.g., bonded debt) for capital purposes. In other words, all capital items are free and clear of debt.

BUDGETARY HIGHLIGHTS

The General Fund budget was amended. In 2020, the Parish Assessor realized 103% of the revenue budget and the actual expenditures were 99% of the budgeted amounts.

CAPITAL ASSETS AND DEBT ADMINISTRATION

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Capital assets:		
Depreciable Equipment, furniture and fixtures	134,570	125,561
Less accumulated depreciation	(125,151)	(122,864)
Depreciable assets net of depreciation	9,419	2,697
Inventoried Assets	<u>46,818</u>	<u>42,956</u>
Capital Assets	<u><u>56,237</u></u>	<u><u>45,653</u></u>

The depreciable capital assets for governmental activities were 93% depreciated at the end of 2020 and 98% depreciated at the end of 2019. The total percentage of depreciated capital assets is quite high, (i.e., over seventy percent of the value of these assets is used) which means that additional resources will be required to replace these capital assets in the future.

Long-term debt

At year-end, the Parish Assessor had no long-term debt outstanding. The Parish Assessor may issue general obligation debt to meet its capital needs but has elected to fund these needs on a "pay-as-you-go" basis. Financing capital on a current basis eliminates the deferral of capital costs to future periods.

ECONOMIC CONDITIONS AFFECTING THE PARISH ASSESSOR

Since the primary revenue stream for the Parish Assessor is property taxes, this type of tax is not subject to changes in the economy, in the short-term. However, in the long-term property tax revenues suffer if the economy does not maintain growth.

Accrued cost for "other postemployment benefits" (OPEB payable and the related expense) were recorded pursuant to GASB No. 75. These calculations are determined by an actuary for presentation in the Assessor's annual financial report. This liability is significant in comparison to the Assessor's total assets and has substantially reduced the net position.

For retirement reporting, GASB 68 as amended by GASB 71 was implemented to report the pension cost, liabilities, deferred outflows and deferred inflows. The accrued cost and liabilities are reported in the government wide statements. The calculations are provided in the audited financial statements of the Louisiana Assessor's Retirement Fund. The related cost and liability are significant in comparison to the Assessor's total assets and has substantially reduced the net position.

CONTACTING THE PARISH ASSESSOR'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Parish Assessor's finances, comply with finance-related laws and regulations, and demonstrate the Parish Assessor's commitment to public accountability. If you have any questions about the contents of this report or would like to request additional information, please contact Mr. Billy McBride, at the Lincoln Parish Assessor's Office, Post Office Box 1218, Ruston, Louisiana, 71273.

BASIC FINANCIAL STATEMENTS

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

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Statement of Net Position - Government Activities
December 31, 2020

ASSETS	
Cash and interest-bearing deposits	2,571,559
Taxes Receivable (net)	877,032
Right to Use Asset	2,943
Capital Assets (net)	56,237
Total Assets	<u>3,507,771</u>
DEFERRED OUTFLOWS OF RESOURCES	
Other Post Employment Benefit Obligation	422,428
Pension Plan	314,057
Total Deferred Outflows of Resources	<u>736,485</u>
Total Assets and Deferred Outflows of Resources	<u><u>4,244,256</u></u>
LIABILITIES	
Accounts Payable	13,059
Lease Obligation	3,212
Net Pension Liabilities	133,162
Other Post Employment Benefits Payable	2,873,493
Total Liabilities	<u>3,022,926</u>
DEFERRED INFLOWS OF RESOURCES	
Other Post Employment Benefit Obligation	0
Pension Plan	221,224
Total Deferred Inflows of Resources	<u>221,224</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>3,244,150</u></u>
NET POSITION	
Net Investment in Capital Assets	56,237
Restricted	-
Unrestricted	943,869
Total Net Position	<u><u>1,000,106</u></u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Statement of Activities - Government Activities
December 31, 2020

Activities	Expenses	Program Revenues Charges for Services	Net (Expense) Revenues and Changes in Net Positions Governmental Activities
Governmental Activities:			
General Government	<u>1,142,832</u>	<u>26,499</u>	<u>(1,116,333)</u>
General revenues:			
Taxes:			
Property taxes, levied for general purposes			827,682
State revenue sharing			40,409
Non-Employer Pension Contribution			127,232
Interest and Investment Earnings			<u>14,258</u>
Total General Revenues			<u>1,009,581</u>
Change in Net Position			(106,752)
Net Position - January 1, 2020			<u>1,106,858</u>
Net Position - December 31, 2020			<u><u>1,000,106</u></u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS (FFS)

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Balance Sheet - Governmental Fund
December 31, 2020

ASSETS	
Cash and interest-bearing deposits	2,571,559
Taxes Receivable (net)	<u>877,032</u>
Total Assets	<u><u>3,448,591</u></u>
LIABILITIES	
Accounts Payable	<u>13,059</u>
Total Liabilities	<u>13,059</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable Taxes	<u>60,969</u>
Total Deferred Inflows of Resources	<u>60,969</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>74,028</u></u>
FUND BALANCES	
Nonspendable	-
Restricted	-
Committed	-
Assigned	-
Unassigned	<u>3,374,563</u>
Total Fund Balances	<u><u>3,374,563</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>3,448,591</u></u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Reconciliation of the Governmental Fund Balance Sheet
to the Statement of Net Position
December 31, 2020

Total fund balance for the Governmental Fund	3,374,563
Total net position reported for Governmental activities in the Statement of Net Position is different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:	
Equipment, furniture and fixtures, net of accumulated depreciation	56,237
Right to use assets for equipment used in governmental activities are not financial resources and therefore are not reported in the funds.	2,943
Deferred outflows of expenditures for the OPEB obligation and retirement system are not available resources and therefore are not reported in the fund financial statements. Those deferred outflows consist of:	
Deferred outflows related to OPEB	422,428
Deferred outflows related to pension	314,057
Revenues that have been deferred are unearned in the government funds but are recognized as revenue in the government-wide financial statements.	60,969
Deferred inflows of contributions for the OPEB obligation and retirement system are not payable from current expendable resources, and therefore are not reported in the fund financial statements. Those deferred inflows consist of:	
Deferred inflows related to OPEB	-
Deferred inflows related to pension	(221,224)
Long-term liabilities are not due and payable in the current period, and therefore are not reported in the governmental funds. Those long-term liabilities consist of:	
Lease Obligation	(3,212)
Net Pension Obligations	(133,162)
Other Post Employment Benefits Payable	<u>(2,873,493)</u>
Total Net Position of Governmental Activities	<u><u>1,000,106</u></u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Fund
For the Year Ended December 31, 2020

Revenues	
Ad Valorem Taxes	838,981
State Revenue Sharing	40,409
Other Revenue - preparing tax rolls, etc.	26,499
Interest	<u>14,258</u>
Total Revenues	<u>920,147</u>
Expenditures:	
Current -	
General Government:	
Intergovernmental	27,083
Personnel Services and Related Benefits	565,400
Operating Service	146,121
Materials and Supplies	16,672
Travel and Other Charges	16,538
Capital Outlay	<u>12,872</u>
Total Expenditures	<u>784,686</u>
Net Change in Fund Balance	135,461
Fund Balance - Beginning of Year	<u>3,239,100</u>
Fund Balance - End of Year	<u><u>3,374,561</u></u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balance of the Governmental Fund
to the Statement of Activities
For the Year Ended December 31, 2020

Total net changes in fund balance per Statement of Revenues, Expenditures, and Changes in Fund Balance		135,461
The change in net position reported for Governmental Activities in the Statement of Activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expenses.		
Expenditures for Capital Assets	12,872	
Less Current Year Depreciation	<u>(2,287)</u>	10,585
Governmental funds report deferred earned revenue as liabilities. However, in the statement of activities these revenues are fully accrued as follows:		
Current Year Deferrals	60,969	
Prior Year Deferrals	<u>(72,269)</u>	(11,300)
Governmental funds report lease payments as expenditures. However, in the statement of activities, the payments reported as a decrease in lease obligation and interest expense. In the statement of activities, the right to use asset for the leased asset is amortized.		
Expenditures for Lease Payments	3,069	
Interest on Lease Obligation	(284)	
Amortization of Right to Use Asset	<u>(2,716)</u>	69
Other post-employment benefits are reported in the governmental funds as expenditures when paid. However, in the government-wide statement of activities, OPEB expense is reported based on the additional adjustments to the total OPEB liability determined by an actuarial valuation, and includes various amortized amounts.		
		(320,021)
Governmental funds reports retirement expenditures as payment is remitted to the retirement system. However, in the government-wide statement of activities, retirement is reported based on the allocation stated in the retirement system report.		
		(48,778)
Government-wide statement of activities reports the Assessor's share of Non-employer pension contributions as part of the general revenue.		
		<u>127,232</u>
Total Changes in Net Position per Statement of Activities		<u><u>(106,752)</u></u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As provided by Article VII, Section 24 of the Louisiana Constitution of 1974, the Assessor is elected by the voters of the parish and serves a term of four years. The Assessor assesses all real and movable property in the parish, subject to ad valorem taxation. The Assessor is authorized to appoint as many deputies as necessary for the efficient operation of this office and to provide assistance to the taxpayers of the parish. The deputies are authorized to perform all functions of the office, but the Assessor is officially and pecuniarily responsible for the actions of the deputies.

The accounting and reporting policies of the Assessor conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:513, as well as any applicable requirements set forth by *Audits of State and Local Governments*, the industry audit guide issued by the American Institute of Certified Public Accountants, and the *Louisiana Governmental Audit Guide*.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

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

Because the Police Jury maintains and operates the parish building in which the Assessor's office is located, the Assessor was determined to be a component unit of the Lincoln Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Assessor and do not present information on the Police Jury, the general government services provided by the Police Jury, or the other governmental units that comprise the financial reporting entity.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Assessor'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. Indirect expenses of other functions are not allocated to those functions but are reported separately in the statement of activities. Program revenues include (a) fees and charges paid by the recipients for goods or services offered by the programs, 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.

C. Fund Accounting

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

The Assessor maintains only one fund. It is categorized as a governmental fund. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

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

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The major fund of the Assessor is described below:

Governmental Fund - General Fund

The General Fund is the general operating fund of the Assessor. It is used to account for the operations of the Assessor's office. The various fees and charges due to the Assessor's office are accounted for in this fund. General operating expenditures are paid from this fund.

D. Measurement Focus/Basis of Accounting

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

Measurement Focus

On the government-wide statement of net position and the statement of activities, governmental activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. The governmental fund utilizes a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on its balance sheet. Their operating statement presents sources and uses of available spendable financial resources during a given period. This fund uses fund balance as its measure of available spendable financial resources at the end of the period.
- b. The government-wide financial statement utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery) and financial position. All assets and liabilities (whether current or noncurrent) associated with its activities are reported. Government-wide fund equity is classified as net position.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting

In the government-wide statement of net position and statement of activities, the government activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the Assessor.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for all governmental activities include ad valorem taxes and state revenue sharing. Ad valorem taxes are reported net of an allowance for uncollectible taxes.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Assets

Capital Assets, which include property, plant and equipment, are reported in the governmental Activities column in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Assessor maintains a threshold level of \$2,500 or more for capitalizing these assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Furniture, fixtures and equipment	5-10 years
-----------------------------------	------------

Compensated Absences

Depending on length of service, all employees receive from ten to fifteen days of noncumulative vacation leave each year. Sick leave, which is noncumulative, is earned at the rate of five days each year and one day for every working year over three years, not to exceed fifteen days. There are no accumulated and vested benefits related to vacation and sick leave that require accrual or disclosure.

Deferred Outflows of Resources and Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively. The Assessor's deferred outflows and inflows of resources on the government-wide statement are attributable to its pension plan and OPEB plan. Ad valorem taxes for the governmental fund which have not been remitted within 60 days subsequent to year end are considered deferred inflows of resources.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position Classifications

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

- a. Net Investment in Capital Assets, - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions of enabling legislation.
- c. Unrestricted - All other net positions that do not meet the definition of "restricted" or "net investment in capital assets."

In the fund financial statements, governmental fund equity is classified as fund balances. Fund balances of the governmental funds are classified as follows.

- a. Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- b. 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.
- c. Committed - amounts that can be used only for specific purposes determined by a formal decision of the Assessor, which is the highest level of decision-making authority for the Lincoln Parish Assessor.
- d. 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. Under the Assessor's adopted policy, only the Assessor may assign amounts for specified purposes.
- e. Unassigned - all other spendable amounts.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

F. Revenues, Expenditures, And Expenses

Revenues

Ad valorem and the related state revenue sharing taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, attach as an enforceable lien, and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December of the current year and January and February of the ensuing year.

Fees for preparing tax rolls are recorded in the year prepared. Interest income is recorded monthly when the interest is earned and credited to the account.

Based on the above criteria, ad valorem taxes, state revenue sharing, and fees for preparing tax rolls have been treated as susceptible to accrual.

The Lincoln Parish Assessor reports deferred inflows of resources on its balance sheet. Deferred inflows arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the deferred inflows is removed from the balance sheet and revenue is recognized.

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by character and function. In the fund financial statements, expenditures are classified by character.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Budgetary Practices

The proposed budget for the General Fund, prepared on the modified accrual basis of accounting, is made available for public inspection at least fifteen days prior to the beginning of each fiscal year. The budget is then legally adopted by the Assessor and amended during the year, as necessary. The budget is established and controlled by the Assessor at the object level of expenditure. Appropriations lapse at year-end and must be reappropriated for the following year to be expended. All changes in the budget must be approved by the Assessor. Formal budgetary integration is employed as a management control device during the year. The budget was amended for the fiscal year ended December 31, 2020.

H. Use of Estimates

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

I. Leases

Leases of equipment will be reported in the governmental activities column in the government-wide financial statements. At inception, leases will be recorded at the present value of the minimum lease payments over the remaining life of the lease. The minimum lease payments will be discounted at the entity's incremental borrowing rate, which has been estimated at 6%. The right to use the equipment under the lease is recorded as an asset in the statement of net position. The right to use leased equipment will be amortized using the straight-line method over the life of the lease. In addition, the lease obligation is recorded as a liability in the statement of net position. The lease obligation will be reduced as payments are made, and an outflow for interest expense on the liability will be recognized in the statement of activities.

J. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the Louisiana Assessors' Retirement Fund and Subsidiary (LARF) and additions to/deductions from LARF's fiduciary net positions have been determined on the same basis as they are reported by LARF.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The financial statements were prepared using the accrual basis of accounting. Member and employer contributions are recognized when due, pursuant to formal commitments and statutory requirements. Benefits and refunds of employee contributions are recognized when due and payable in accordance with the statutes governing LARF. Expenses are recognized when the liability is incurred, regardless of when payment is made. Investments are reported at fair value on a trade date basis. The fiduciary net position is reflected in the measurement of the Assessor's proportionate share of the plan's net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense.

Financial reporting information pertaining to the Assessor's participation in the LARF is prepared in accordance with GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", as amended by GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date".

NOTE 2 - CASH AND INTEREST-BEARING DEPOSITS

Under state law, the Assessor may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Assessor may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 2020, the Assessor has cash and interest-bearing deposits (book balances) as follows:

Demand Deposits	1,819,176
Time Deposits	<u>752,383</u>
	<u>2,571,559</u>

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 2 - CASH AND INTEREST-BEARING DEPOSITS (continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance (FDIC) or the pledge of securities owned by the fiscal agent bank. The FDIC insures accounts up to \$250,000. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at December 31, 2020, are secured as follows:

Bank Balances	<u>2,943,862</u>
Federal deposit insurance	1,250,000
Pledged securities (Category 3)	<u>1,693,862</u>
Total	<u>2,943,862</u>

Pledged securities in Category 3 include uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the Assessor's name. Even though the pledged securities are considered uncollateralized (Category 3) Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Assessor that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 3 - RECEIVABLE AND PRINCIPAL TAXPAYERS

Taxes Receivable is reported net of an allowance for uncollectible accounts of \$1,915.

As provided by Louisiana Revised Statute 47:1925, the assessor is authorized to levy an ad valorem tax in lieu of pro rata deductions from ad valorem taxing authorities. The authorized millage should be an amount necessary to provide no less ad valorem taxes than that received by the assessor in the initial year. The maximum allowable rate is 2.22 mills; the Lincoln Parish Assessor levied 1.74 mills for 2020 to provide funding for the office.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 3 - RECEIVABLE AND PRINCIPAL TAXPAYERS (continued)

The following are the principal taxpayers for the parish and their 2020 assessed valuation:

	2020 Assessed Valuation	Percent of Total Assessed Valuation
Range Louisiana Operating, LLC	45,265,879	9.42%
ETC Texas Pipeline	11,505,682	2.39%
Roseburg Forest Products South LP	10,848,069	2.26%
Origin Bank	8,652,215	1.80%
Enable Gas Transfer	8,000,570	1.66%
Weyerhaeuser NR Company	7,524,408	1.57%
PennTex North Louisiana	6,704,851	1.40%
Gulf Crossing Pipeline Company	6,385,190	1.33%
Entergy Louisiana	5,753,960	1.20%
Ardaugh Glass, Inc.	5,741,913	1.19%
Total	116,382,737	24.22%

NOTE 4 - CAPITAL ASSETS

Capital asset balances and activity for the year ended December 31, 2020, are as follows:

	Balance 1/01/20	Additions	Deletions	Balance 12/31/20
Capital Assets:				
Equipment, furniture and fixtures	168,517	12,871	-	181,388
Less accumulated depreciation:				
Equipment, furniture and fixtures	(122,864)	(2,287)	-	(125,151)
Net Capital Assets	<u>45,653</u>			<u>56,237</u>

Depreciation expense of \$2,287 was charged to the general government function.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 5 - PENSION PLAN

The Assessor participates in the Louisiana Assessors' Retirement Fund (Fund). The Fund is a cost sharing, multiple-employer, qualified governmental defined benefit pension plan covering Assessors and their deputies employed by any parish of the State of Louisiana, under the provisions of Louisiana Revised Statutes 11:1401 through 1494. The plan is a qualified plan as defined by the Internal Revenue Service Code Section 401(a). Membership in the Louisiana Assessors' Retirement Fund is a condition of employment for Assessors and their full time employees. The Fund's fiscal year ends on September 30.

The Fund provides retirement benefits, survivor benefits, Deferred Retirement Option Plan (DROP) benefits, disability benefits, and back-DROP benefits. Benefits are calculated based on employment start date, length of service, and age at retirement.

According to state statute, contributions for all employers are actuarially determined each year. Although the direct employer actuarially required contribution for the Fund's fiscal year ended September 30, 2020 was 3.01%, the actual employer contribution rate for the plan year was 8.00%. The contributions for all members are established by statute at 8% of earned compensation. The contributions are deducted from the member's salary and remitted by the participating agency. The Fund also receives one-fourth of one percent of the property taxes assessed in each parish of the state as well as state revenue sharing funds each year as appropriated by the Legislature.

Actuarially determined amounts regarding the net pension liability are subject to continual revision as actual results are compared to past expectations, and new estimates are made about the future. Key information on the actuarial valuation and assumptions is as follows:

Valuation date	September 30, 2020
Actuarial cost method	Entry Age Normal
Investment rate of return	5.75%
Inflation Rate	2.10%
Salary increases	5.25%
Mortality	Rates based on the Pub-2010 Public Retirement Plans Mortality Table Multiplied by 120%

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 5 - PENSION PLAN (continued)

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses 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 and an adjustment for the effect of rebalancing/diversification. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2020, are summarized in the following table.

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	7.50%
International equity	8.50%
Domestic bonds	2.50%
International bonds	3.50%
Real estate	4.50%
Alternative assets	5.87%

The long-term expected rate of return selected for this report by the Fund was 5.75%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from the participating employers and non-employer contribution entities will be made at actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on these assumptions and the other assumptions and methods as specified in this report, the pension plan'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. Thus, the discount rate used to measure the total pension liability was 5.75%.

The effects of certain other changes in the net pension liability are required to be included in pension expense over the current and future periods. The effects on the total pension liability of (1) changes of economic and demographic assumptions or of other inputs and (2) differences between expected and actual experience are required to be included in pension expense in a systematic and rational manner over a closed period equal to the average of the expected remaining service

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 5 - PENSION PLAN (continued)

lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees), determined as of the beginning of the measurement period. The effect on net pension liability of differences between the projected earnings on pension plan investments and actual experience with regards to those earnings is required to be included in pension expense in a systematic and rational manner over a closed period of five years, beginning with the current period. The Expected Remaining Service Lives (ERSL) for 2020 is 6 years.

As of the valuation date of September 30, 2020, the Fund reported the following members:

Employee Members	
Louisiana Assessors' Offices	64
Louisiana Assessors' Association	<u>1</u>
	<u>65</u>
Current retirees and beneficiaries	563
Terminated vested participants	17
Terminated due a refund	102
Active plan participants	<u>740</u>
Total	<u>1,422</u>

The Assessor's Deferred Outflow of Resources (employer's contributions subsequent to the measurement date) to the Fund was \$7,204. This amount will be recognized as a reduction in the net pension liability in the year ended December 31, 2021.

The Fund issues an annual publicly available report that includes financial statements and required supplementary information for the Fund. That report may be obtained by writing to the Louisiana Assessor's Retirement System, Post Office Box 14699, Baton Rouge, Louisiana 70898-4699 or by calling (318)425-4446.

The payroll covered by the plan and the Lincoln Parish Assessor's required contribution to the system are as follows:

Payroll Covered	387,745
Required Contribution	31,020

In the current year, the required contribution was funded 100%. The required contributions were also funded 100% in 2008 through 2019.

Retirement System Information

Actuarial date and measurement date	9/30/20
Required Contributions	32,054
Employer Allocation Percentage	0.871614

Net Pension Liability 133,162

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to the Financial Statements

NOTE 5 - PENSION PLAN (continued)

	Deferred Outflows	Deferred Inflows
Differences between Expected & Actual Experience	4,262	106,392
Changes of Assumptions	295,627	-
Net Differences between projected & Actual Earni	-	104,714
Earnings on Pension Plan Investments	-	-
Changes in proportion & differences between the employer's contributions and the employer's share of contributions	6,964	10,118
Contributions subsequent to measuring date	7,204	-
Total	314,057	221,224

Pension Expense

Proportionate Share of Plan Pension Expense	90,088
Net Amortization of Deferred amounts from Changes in Proportion	(11,807)
Total Employer Pension Expense	78,281

Proportionate Share

Employer contributions	32,239
Non-Employer Contributions	127,232

Schedule of Net Pension Liability

Sensitivity to Change in Discount Rate	
Employer's Proportionate Share	0.871614
1% Decrease	604,471
1% Increase	(267,524)

Amortization of Net Deferred Outflows/Inflows

	2021	5,608
	2022	35,105
	2023	30,672
	2024	(3,842)
	2025	18,086
Net of Deferred Outflows and Inflows, excluding contributions subsequent to the measurement date		85,629

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 6 - DEFERRED COMPENSATION PLAN

The Lincoln Parish Assessor offers its employees participation in the State of Louisiana Public Employees Deferred Compensation Plan adopted by the Louisiana Deferred Compensation Commission and established in accordance with Internal Revenue Code Section 457. The plan is reported as an agency fund in the State of Louisiana's financial statements. The plan, available to all Assessor's employees, permits the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or proof of hardship. The Assessor's Office provides a match of up to \$400 per month for employees participating in the plan.

Complete disclosures relating to the plan are included in the separately issued audit report for the plan, available from the Louisiana Legislative Auditor, Post Office Box 94397, Baton Rouge, Louisiana, 70804-9397.

NOTE 7 - OTHER POST EMPLOYMENT BENEFITS

Plan Description - Employees of the Assessor's Office voluntarily participated in the State of Louisiana's Assessor's Insurance Fund. In adopting the requirements of Governmental Accounting Standard Board (GASB) Statement No. 75 during the year ended December 31, 2018, the Assessor recognized the cost of postemployment healthcare and life insurance benefits in the year when employee services are received, recognizes a liability for OPEB obligations, known as the total OPEB liability, on the statement of net position, and provides information useful in assessing potential demands on the Assessor's future cash flows. Changes in total OPEB liability will be immediately recognized as OPEB expense on the statement of activities or reported as deferred inflows/outflows of resources depending on the nature of the change. The plan is a cost sharing, multiple-employer defined benefit health care plan administered by the Insurance Committee of the Assessor's Insurance Fund dba Louisiana Assessor's Association. The Insurance Committee of the Assessor's Insurance Fund has the authority to establish and amend the benefit provisions of the plan. The plan issued a publicly available financial report. No assets are accumulated in a trust that meets the criteria of paragraph 4 of Statement No. 75.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Notes to Financial Statements

NOTE 7 - OTHER POST EMPLOYMENT BENEFITS (continued)

The Assessor's Insurance Fund provides health benefits, life insurance coverage, long-term disability benefits, vision, long term care and death benefits to participants and to their beneficiaries and covered dependents. Retired employees are entitled to similar health benefits (in excess of Medicare coverage) provided they have attained at least age 55 with twelve years of service or thirty years of service regardless of age. The Plan issues a publicly available financial report.

Funding Policy - The contribution requirements of plan members and the Assessor are established and may be amended by Louisiana Revised Statute 47:1022. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. Contribution amounts vary depending on what healthcare provider is selected from the plan and if the member has Medicare coverage. The Assessor's Insurance Fund offers various plans for both active and retired employees.

The Assessor's office finances the other post employment benefit on a pay-as-you-go basis with the Assessor contributing monthly amounts. The Assessor's office pays for the insurance coverage for retirees with at least twenty years of service in the Assessor's office. The Assessor's office does not cover the insurance cost for all retirees. For 2020, the Assessor paid a total of \$47,562 in premiums for five retirees.

As of the valuation date of December 31, 2020, the following employees were covered by the benefit terms:

Active participants	7
Retirees	5
Spouses of Retirees	<u>0</u>
Total	<u>12</u>

	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Total OPEB Liability	\$2,873,493	\$2,305,032
Covered Payroll	387,745	380,717
Total OPEB liability as a % of covered payroll	741.08%	605.45%

The Assessor's total OPEB liability of \$2,873,493 was determined by an actuarial valuation as of the valuation date January 1, 2020, calculated based on the discount rate and actuarial assumptions below, and was projected to the measurement date December 31, 2020. Any significant changes during this period have been reflected as described by GASB 75.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 7 - OTHER POST EMPLOYMENT BENEFITS (continued)

The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.30%
Salary increases including inflation	3.00%
Mortality	Rates based on Sex- distinct Pub-2010 General Mortality

The discount rate used to measure the total OPEB liability was 2.12%. The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index.

The plan has not had a formal actuarial experience study performed.

The following schedule presents the changes in the Assessor's total OPEB liability for the fiscal year 2020:

Service Cost	92,176
Interest on total OPEB liability	65,037
Effect of economic/demographic gains or losses	218,144
Effect of assumption changes or inputs	240,666
Benefit payments	<u>(47,562)</u>
Net Change in total OPEB liability	568,461
Total OPEB liability, December 31, 2019	<u>2,305,032</u>
Total OPEB liability, December 31, 2020	<u>2,873,493</u>

The following schedule presents the total OPEB liability of the Assessor, calculated using the discount rate of 2.12%, as well as what the Assessor's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.12%) or 1 percentage point higher (3.12%) than the current rate.

	1% Decrease	Discount	1% Increase
	<u>1.12%</u>	<u>Rate 2.12%</u>	<u>3.12%</u>
Total OPEB Liability	3,429,357	2,873,493	2,437,830

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

	1% Decrease	Current	1% Increase
	<u>1.12%</u>	<u>Trend</u>	<u>3.12%</u>
Total OPEB Liability	2,553,911	2,873,493	3,273,328

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 7 - OTHER POST EMPLOYMENT BENEFITS (continued)

For the year ended December 31, 2020, the Assessor recognized OPEB expense of \$367,583. At December 31, 2020, the Assessor reported deferred outflows of resources and deferred inflows of resources related to the OPEB from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between		
Expected and actual experience	162,210	-
Changes in Assumption	260,218	-
Amounts paid subsequent to the Measurement date	-	-
Total	422,428	-

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

Year ended December 31:		
2021	198,904	
2022	117,643	
2023	105,881	
2024	-	
2025	-	
Thereafter	-	
	422,428	

NOTE 8 - RELATED PARTY TRANSACTIONS

The Lincoln Parish Assessor entered into a cooperative endeavor agreement with the Lincoln Parish Police Jury, the City of Ruston, Lincoln Parish Clerk of Court, Lincoln Parish Fire District No. 1, Lincoln Parish Sheriff, and the Lincoln Parish Communication District No. 1 to create the Lincoln Parish Geographic Information System (GIS) District. GIS is governed by a board of seven members, including the Lincoln Parish Assessor. The Lincoln Parish Assessor agreed to a one year commitment to provide funds up to \$25,000 plus internet costs for 2020. The Assessor paid \$27,083 in 2020 to GIS.

The Lincoln Parish Assessor's office is located in a building owned by the Police Jury. The Police Jury provides the office space for the Assessor's office. Minor repairs, electricity, water, and sewer fees are all paid by the Police Jury.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 9 - LEASE

In January of 2017, the assessor's office signed a new contract with Xerox for the right to use new copiers and fax machines. The contract has monthly payments of \$255 for 60 months. The lease was noncancelable and contains an option to purchase the equipment at fair market value at the end of the lease. In the prior year, the Assessor prospectively implemented GASB Statement No. 87, Leases. This lease will now be accounted for under the requirements of GASB Statement No. 87 over the remaining life of the lease, because a retrospective approach was immaterial. The total value of the right to use the equipment and the lease obligation was \$11,092 calculated at present value using a 6% incremental borrowing rate as of January 1, 2018. Payments under this lease totaled \$3,069 for 2020. Of those lease payments \$2,785 was allocated to the principal of the lease obligation and \$284 was allocated to related interest expense. In addition, the amortization of the right to use the leased equipment was \$2,716 for the current year. These amounts were included in the statement of activities.

The following is a schedule by years of the amortization of the right to use the leased equipment and the future minimum lease payments required under the lease, as of December 31, 2020.

<u>Operating Leases</u>						Total
	Right to		Lease	Lease	Interest	Lease
	<u>Use Asset</u>	<u>Amortization</u>	<u>Obligation</u>	<u>Principal</u>	<u>Expense</u>	<u>Payments</u>
2021	228	2,716	255	2,957	112	3,069
2022	-	227	-	255	1	256
Totals		<u>2,943</u>		<u>3,212</u>	<u>113</u>	<u>3,325</u>

NOTE 10 - CONTRACTS AND COMMITMENTS

The Assessor's office entered into a contract with ESRI for additional software. The total fee paid in 2020 was \$7,800.

The Assessor's office entered into a contract with Arkansas CAMA Technology to assist in professional appraisal services during the 2020 assessment year. The services will be billed on total parcels appraised. In 2020, the Assessor paid \$37,260 for the services.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana
Notes to Financial Statements

NOTE 11 - RISK MANAGEMENT

The Assessor is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Assessor has obtained coverage from various commercial insurance companies to reduce the exposure to these risks.

NOTE 12 - SUBSEQUENT EVENTS

The Assessor evaluated its December 31, 2020 financial statements for subsequent events through June 25, 2021, the date for which the financial statements were available for distribution, for potential recognition and disclosure.

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which are likely to negatively impact revenue. Other financial impact could occur though such potential impact is unknown at this time.

See Auditors' Report.

**OTHER REQUIRED
SUPPLEMENTARY INFORMATION**

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual - Governmental Fund Type
For the Year Ended December 31, 2020
(Unaudited)

	Original Budget	Amended Budget	Actual	Variance Favorable (Unfavorable)
Revenues				
Ad Valorem Taxes	828,000	818,000	838,981	20,981
State Revenue Sharing	33,000	33,000	40,409	7,409
Other Revenue - preparing tax rolls, etc.	23,112	23,112	26,499	3,387
Interest	11,500	11,500	14,258	2,758
Total Revenues	<u>895,612</u>	<u>885,612</u>	<u>920,147</u>	<u>34,535</u>
Expenditures				
Current -				
General Government:				
Intergovernmental	25,000	25,000	27,083	(2,083)
Personnel Services and Related Benefits	647,000	576,000	565,400	10,600
Operating Service	161,100	143,100	146,121	(3,021)
Materials and Supplies	19,000	19,000	16,672	2,328
Travel and Other Charges	27,717	20,717	16,538	4,179
Capital Outlay	10,000	10,000	12,872	(2,872)
Total Expenditures	<u>889,817</u>	<u>793,817</u>	<u>784,686</u>	<u>9,131</u>
Net Change in Fund Balance	5,795	91,795	135,461	43,666
Fund Balance - Beginning of Year			<u>3,239,100</u>	
Fund Balance - End of Year			<u><u>3,374,561</u></u>	

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

LINCOLN PARISH ASSESSOR
Rayville, Louisiana

Schedule of Changes in Total OPEB Liability and Related Ratios
For the Year Ended December 31, 2020, 2019, and 2018
(Unaudited)

	Year-end 2020	Year-end 2019	Year-end 2018
Service Costs	92,176	60,899	66,835
Interest on total OPEB Liability	65,037	77,704	68,383
Effect of plan changes	-	-	-
Effect of economic/demographic gains or (loses)	218,144	-	216,478
Effect of assumption changes or inputs	240,666	352,131	(401,548)
Benefit payments	(47,562)	(39,651)	(34,236)
Net Change in total OPEB liability	568,461	451,083	(84,088)
Total OPEB liability, beginning	2,305,032	1,853,949	1,938,037
Total OPEB liability, ending	2,873,493	2,305,032	1,853,949
 Covered Payroll	 387,745	 380,717	 365,213
Total OPEB liability as a percentage of covered payroll	741.06%	605.45%	507.63%

The trends in these amounts are significantly affected by changes in benefit terms, the size of composition of the population covered by the benefit terms, and assumptions used on actuarial valuation.

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

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

Lincoln Parish Assessor
Schedule of Retirement Fund Required Contributions
For the Years Ended December 31, 2020, 2019, 2018, 2017, 2016, and 2015

	Year-end 2020	Year-end 2019	Year-end 2018	Year-end 2017	Year-end 2016	Year-end 2015
Contractually required contribution	31,020	31,292	29,217	38,659	49,901	53,569
Contributions in relation to the contractually required contribution	31,020	31,392	29,217	38,659	49,901	53,569
Contribution deficiency (excess)	-	-	-	-	-	-
Assessor's covered employee payroll	387,745	392,433	365,213	406,804	396,168	396,807
46 Contributions as a percentage of covered-employee payroll	8.00%	8.00%	8.00%	9.50%	12.60%	13.50%

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

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

Lincoln Parish Assessor
Schedule of Proportional Share of the Retirement System's
Net Pension Liability and Related Ratios
For the Years Ended December 31, 2020, 2018, 2017, 2016, and 2015

	Year-end 2020	Year-end 2019	Year-end 2018	Year-end 2017	Year-end 2016	Year-end 2015
Assessor's proportion of the Net Pension Liability	0.871614	0.851282	0.855379	0.920687	0.89374	0.97095
Assessor's Proportionate share of the Net Pension Liability	133,162	224,553	166,289	161,554	315,373	508,120
State's proportionate share of the Net Pension Liability associated with the Assessor	-	-	-	-	-	-
47 Total	<u>133,162</u>	<u>224,553</u>	<u>166,289</u>	<u>161,554</u>	<u>315,373</u>	<u>508,120</u>
Assessor's Covered employee payroll	400,681	393,433	365,213	406,804	395,168	396,807
Assessor's proportionate share of the Net Pension Liability as a percentage of its covered employee payroll	33.23%	57.08%	45.53%	39.71%	79.81%	128.05%
Plan Fiduciary Net Position as a percentage of the total Pension Liability	96.79%	94.12%	95.46%	95.61%	90.68%	85.57%

The State makes required contributions to the various retirement systems.
The State's share of the Net Pension Liability is not stated.

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

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

OTHER FINANCIAL INFORMATION

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Schedule of Compensation, Reimbursements, Benefits and Other Payments
to the Agency Head
For the Year Ended December 31, 2020

Sheila Bordeleon

Salary	48,819
Expense Checks	4,882
Benefits - Insurance	3,467
Benefits - Retirement	4,296
Deferred Compensation Match	2,000
Travel	-
Conference Travel	-
	<u>63,464</u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

LINCOLN PARISH ASSESSOR
Ruston, Louisiana

Schedule of Compensation, Reimbursements, Benefits and Other Payments
to the Agency Head
For the Year Ended December 31, 2020

Billy McBride

Salary	68,347
Expense Checks	6,835
Benefits - Insurance	6,844
Benefits - Retirement	6,014
Deferred Compensation Match	2,800
Travel	1,414
Continuing Education	150
Professional Dues	<u>330</u>
	<u>92,734</u>

See Auditors' Report. The accompanying notes are an integral part of the basic financial statements.

COCHRAN, CLARK & THOMASON

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

Lincoln Parish Assessor
Ruston, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and the major fund of the Lincoln Parish Assessor, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Lincoln Parish Assessor's basic financial statements, and have issued our report thereon dated June 25, 2021.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings as items 2020-1 that we consider to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Lincoln Parish Assessor's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings as items 2020-2.

Purpose of this Report

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

Lincoln Parish Assessor's Response to Findings

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

COCHRAN, CLARK & THOMASON

Cochran Clark & Thomason

Rayville, LA
June 25, 2021

LINCOLN PARISH ASSESSOR
RUSTON, LOUISIANA

Schedule of Findings and Responses
For the Year Ended December 31, 2020

A. SUMMARY OF AUDIT RESULTS

1. The Auditors' report expresses an unmodified opinion on the financial statements of the Lincoln Parish Assessor.
2. No instances of noncompliance material to the financial statements of the Lincoln Parish Assessor were disclosed during the audit.
3. The Auditors did identify significant deficiencies relating to the audit of the financial statements and were reported in the Independent Auditors' Report on Internal Control over Financial Reporting and On Compliance and Other Matters Based on an Audit of Financial Statements performed in Accordance with Government Auditing Standards.

B. FINDINGS - INTERNAL CONTROL OVER FINANCIAL REPORTING

2020-1 - The budget is established and controlled by the Assessor at the object level of expenditures and revenues. It is used as a management tool during the year for monitoring revenues and expenditures. During 2020, the actual and budgetary comparisons were not made on a regular basis and the budget amendment was not timely for good internal controls over the financial statements.

C. FINDINGS - COMPLIANCE

2020-2 - The Local Government Budget Act (R.S 39:1301-15) was not timely complied with in regard to making the proposed 2021 budget available for public inspection and advertising its availability in the official journal. Notice was not published certifying that all actions required by the Budget Act were completed.

D. MANAGEMENT'S RESPONSE TO FINDINGS

2020-1 - Our office will review and monitor actual revenues and expenditures in comparison to the budget in accordance with our budget policy. A budget amendment will be proposed on a timely basis, as necessary if total revenues or total expenditures indicated a 5% or more variance.

2020-2 - Our office will review the Local Government Budget Act (R.S.39:1301-15) and implement timely the requirements to adopt and submit a proposed budget, including making it available for public inspection and advertising its availability in our official journal. Timely submission includes making the proposed budget available for inspection at least 15 days prior to the beginning of the next year. Notice will be published certifying that all actions required by the Local Government Budget Act have been completed.

See Auditors' Report.

LINCOLN PARISH ASSESSOR
RUSTON, LOUISIANA

Schedule of Prior Audit Findings
For the Year Ended December 31, 2020

There were no findings reported in the audit report for the year ended December 31, 2019.

See Auditors' Report.