

**HONOR  
INTEGRITY  
DEDICATION  
PROFESSIONALISM  
ACCOUNTABILITY  
TRANSPARENCY**



STATE OF LOUISIANA

FOR THE YEAR ENDED JUNE 30, 2015

**ST. TAMMANY PARISH  
SHERIFF'S OFFICE**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

Rodney "Jack" Strain, Jr., *Sheriff*

Danell R. Gerchow, *Chief Financial Officer*  
Kathryn M. Moore, *Controller*

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ST. TAMMANY PARISH, LOUISIANA**

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ST. TAMMANY PARISH, LOUISIANA**

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Comprehensive Annual Financial Report For the Year Ended June 30, 2015

## ***INTRODUCTORY SECTION***

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# Jack Strain, Jr.

## Sheriff

Ex-Officio Tax Collector  
St. Tammany Parish

*Fred Oswald*  
Chief Deputy



December 22, 2015

Honorable Sheriff Jack Strain, Jr.  
St. Tammany Parish  
Covington, Louisiana

Dear Sheriff Strain:

State law requires that every general purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This Comprehensive Annual Financial Report (CAFR) is published to fulfill that requirement for the fiscal year ended June 30, 2015.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Paillet, Meunier & Leblanc, LLP, Certified Public Accountants, have issued an unmodified ("clean") opinion on the St. Tammany Parish Sheriff's office financial statements for the year ended June 30, 2015. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

### ***Profile of the St. Tammany Parish Sheriff's Office***

The St. Tammany Parish Sheriff Office is a stand-alone political entity lead by an elected Sheriff official.

Since 1812, the office of the Sheriff of St. Tammany Parish has been served by an elected official providing leadership and guidance in the area of Law Enforcement and safety for the parish of St. Tammany.

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Covington, Louisiana 70434  
Phone: 1-985-892-8181  
Fax: 1-985-898-2582

P.O. Box 1229  
Slidell, Louisiana 70459  
Phone: 1-985-646-4100  
Fax: 1-985-646-4172

Beginning in 1992, the Sheriff began serving as Ex-Officio Tax-Collector, with duties including the collection and distribution of taxes on behalf of the various taxing bodies of St. Tammany Parish. Those duties have expanded to include servicing the collection of taxes for local municipalities, such as Madisonville, Slidell, and Pearl River. These duties are first and foremost our fiduciary duty. Transparency and control are always on the forefront of our policies and procedures. Our accolades remain a testament to our achievement.

As a multiple purpose agency, we strive to maintain accountability and deliver with excellence in service. With an agency of 750 plus members and 32 plus departments and teams, the goals of the St. Tammany Parish Sheriff's Office resonate in unison to achieve these virtues. In an on-going basis we continue to strike a delicate balance between provisions and needs. This goes beyond technology and equipment; it includes our most highly valuable asset – our staff.

Attracting highly skilled applicants and retaining existing staff is a challenge for all industries; however, in today's law enforcement environment, it is ever more challenging. The dream to once become a law enforcement officer has been replaced with constant social media negativity placing hardship on recruitment and retention without losing sight of the needs of law enforcement and the obligation to the citizens of St. Tammany Parish. We attempt to balance by providing on-going training resources, education incentives, and benefit packages paid at 100%, including exemplary retirement benefits to encourage retention. Advancement opportunities are made available to all staff either through testing or transfer options. With a current rate of 36% of employees with over 5 years of service and employment with the STPSO, we are making strides to retain staff.

Like all law enforcement agencies, our work dictates our response. We must stand ready to take on what is delivered. As technology changes, we must adjust. The costs to fund endeavors are dictated by the revenues we receive. The Sheriff and the St. Tammany Parish Sheriff's Office continue to use available resources to support the overall goal of the agency. Given St. Tammany Parish's extremely low crime rate (while the attendant crime rates in neighboring jurisdictions continue to rise dramatically) there can be little doubt that we have consistently met our financial and law enforcement goals. The financial challenge we face each fiscal year in creating our budget is to ensure a distribution of monetary resources which supports the overall goal of our agency.

The St. Tammany Parish Sheriff's office continues to use our resources more efficiently and effectively, despite continuing changes in the environment, as we understand strategic planning is the key to assuring that our agency is prepared for the challenges of tomorrow.

The St. Tammany Parish Sheriff's office provides a full range of services, which includes law enforcement and tax collection, including Sales Tax, Ad Valorem, Occupational License, etc.

### ***Budget Preparation***

The St. Tammany Parish Sheriff's office is chartered to not only provide law enforcement services; it is chartered to administer Parish Tax Ex-Officio duties. In addition, the Sheriff oversees the operations of the St. Tammany Parish Jail Facility.

Many sheriffs throughout the nation fall under the financial direction of a county-wide governing authority, such as a county board of commissioners or a lone County Chairperson. However, in Louisiana, Sheriffs are financially autonomous. The Sheriff, as a separately elected official overseeing a separate legal entity that is not dependent on the Parish Council for revenues, is considered a “stand-alone” government. Our budget creation and approval process falls entirely within the control of the St. Tammany Parish Sheriff. The Sheriff approves and adopts the budget.



The budget process begins in January/February of each year, with a call for budget request submittals by the various department heads throughout the agency. These requests were submitted to the accounting department no later than February 13, 2015. Requests for budget allocations must be justified in narrative form, regardless of the category for which the request is made.

Once these requests have been received from all departments, meetings are held (usually three full days in length) between the Sheriff; his chief deputy and deputy chiefs; the accounting staff; and the various department managers. During these meetings, each department manager must provide an oral defense of his or her requests in front of the assembled group. If cuts are to be made to a manager’s request, they may be made during the manager’s presentation or they may come later during final discussions between the Sheriff and the senior staff.

After final review by the Sheriff, the final budget document, along with all statutorily mandated supporting documentation (including budget message, financial statements estimates of revenue and expenditures for all accounts, statements of any fund balances, etc.) is then prepared by the Chief Financial Officer.

After preparation of the final budget document is complete, the public is invited to submit comments on the budget at a public hearing held in the sheriff’s offices. At the conclusion of this public hearing, assuming no other changes are to be made to the proposed budget, the Sheriff officially adopts the budget as authorized in Louisiana Revised Statute 39:1305D. The completed budget is then made available for public inspection and is published in the official journal of St. Tammany Parish, the *St. Tammany Farmer*, no later than fifteen days prior to the beginning of each fiscal year.

This annual budget serves as the foundation for the St. Tammany Parish Sheriff's office financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., patrol, investigations, etc.). Department heads may transfer resources within a department as they see fit. Transfers between departments, however, require approval from the Chief Financial Officer or the Chief Deputy or the Sheriff, if required.

The Sheriff maintains a system of budgetary controls with the objective of ensuring spending is within the appropriated budget. The Sheriff also uses a decentralized purchasing system that uses an encumbrance accounting system as one method to accomplish budgetary control. Requisitions are entered into the accounting system by approved users. Requisitions that will cause an overrun of a department's allocated budget are immediately rejected by the accounting system and are not processed until additional funding is available. Reports can be generated by each department supervisor for tracking of their allocated budgets at any given time.

### ***Local Economy***

The economy of St. Tammany Parish is primarily residential, bringing an influx of retail and service establishments, corporate headquarters, and shopping centers. St. Tammany Parish is blessed with a low crime rate, superb school system, and first-rate medical facilities. All of those factors encourage continued growth and makes the community a destination for families and businesses. St. Tammany Parish is one of the fastest growing parishes in the State and one of the fastest growing areas in the nation. St. Tammany Parish is currently home to Chevron Gulfcoast Exploration Headquarters, Hornbeck Offshore, Pool Corporation, Zen-Noh Grain Corporation, Marine Technologies, Stirling Properties, F.A. Richard & Associates (FARA), Textron, and Smoothie King. The region's I-10 Technology Corridor is primarily based in St. Tammany Parish.

The St. Tammany Parish Sheriff's office has a significant economic presence, employing over 750 patrol officers, administrative professionals, and support staff.

### ***Revenue Sources***

#### **Ad valorem (Property Tax)**

Ad valorem (Property) and sales taxes are the Sheriff's office two main sources of revenue. For fiscal 2016, ad valorem taxes for the 2015 tax year are expected to generate \$20.6M or 43% of total revenues in the General Fund. Ad valorem taxes are recorded as current revenue to the extent collected within 60 days after year-end.

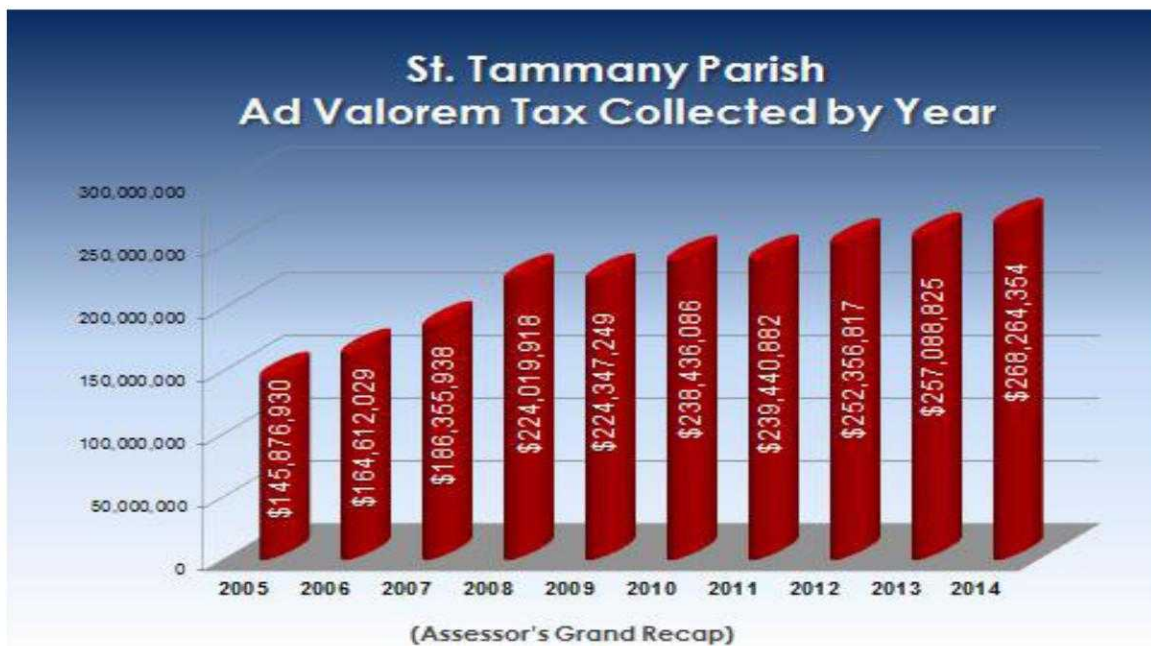
St. Tammany Parish continues to experience some level of growth in residential and commercial development. As such, ad valorem revenues are expected to show steady growth that has been seen over the past two decades.

<u>Tax Years</u>	<u>Average Annual Growth</u>
1991-2000	8.4%
2001-2010	10.9%
2011-2014	3.0%

Though the most recent decade reveals less growth in ad valorem tax revenues, it should be noted that a significant nationwide economic malaise existed at its beginning (2011 = 0%), and only one reassessment year (2012 = 5%). The reassessment cycle occurs every four years in Louisiana and historically provides the greatest growth in property values in the years in which they occur. The 2011-2020 decade will contain three reassessment years, with two more upcoming in 2016 and 2020.

There is a portion of the original ad valorem tax roll that is uncollectible each year. This occurs primarily from reductions in the roll due to property value adjustments approved via change order via the local Assessor's and Louisiana Tax Commission. There are also delinquent properties that go to tax sale which adjudicate to the St. Tammany Parish Government and await redemption at some point unknown in the future. When all taken into consideration, the original tax roll received versus actual amounts collected yields a collection rate of approximately 98.2% of the original tax roll or 98.9% of the adjusted tax roll for the 2014 tax year.

Below is a breakdown of ad valorem taxes for the last 10 calendar years based on the St. Tammany Parish Assessor's Grand Recap.



### Sales and Use Taxes

Sales tax revenues tend to be budgeted conservatively since their volatile nature is intrinsically tied to economic performance. Sales tax related revenue makes up 23% of the overall budget in the General Fund and 53% of the overall budget in the Jail Fund. Historically, sales and use tax revenues typically have trended upward parish-wide, mirroring the growth that St. Tammany Parish has experienced for the past few decades. This steady growth was interrupted following an uncharacteristically large increase experienced in fiscal 2006 due to significant losses of real and personal property from Hurricane Katrina. This event subsequently produced a period of declining revenues annually through fiscal 2010. Since that time, sales and use tax revenues have reverted back to the steady increases seen previously.

As the centralized collector of all sales and use taxes in St. Tammany Parish, we are aware that some individual jurisdictions have not experienced the same growth patterns in their own sales tax revenues. These differences are grounded in various factors, some of which that are not economic in nature.

The major retail construction in the parish at present remains the Fremaux Town Center; phase one is complete and phase two is nearing completion. The completion of phase one included LA Fitness and BJ's Restaurant & Brewhouse which are new to St. Tammany. This development also brought new locations of Great American Cookie Company, GNC, Five Guy Burgers and Fries, Mattress Direct, Bellagio Nail Spa, Massage Envy, and Sports Clips. Phase two is nearing completion with the largest tenant, Dillard's, scheduled to open in October 2015. Also scheduled for opening in phase two are Aveda, Buckle, Charlotte Russe, Forever 21 Red, Francesca's, Loft, Off Broadway Shoe Warehouse, Torrid, and Which Wich.

The growth of big box stores was limited to Wal-Mart Neighborhood Grocery opening two locations in Slidell in December 2014 and February 2015, with no others scheduled to open soon. Other notable location openings were Walgreens in August 2014 and Petsmart in November 2014. Many smaller stores also added locations in St. Tammany such as Family Dollar, Dollar General, and Dollar Tree.

The hospitality industry continues to grow with the opening of the Holiday Inn Express and the Southern Hotel in Covington. The Southern Hotel building had not operated as a hotel since the 1960's, and underwent an extensive renovation returning it to its original use. Three more hotels are presently in various phases of construction, Country Inn & Suites, Holiday Inn Express and Town Place Suites by Marriott, all in the Slidell area.

Other major developments in St. Tammany include construction of a Kia car dealership, a 175,000 sq. ft. Fedex distribution center which is nearing completion, a 40 acre expansion of Northpark Business Park which started with the relocation of Rain CII's corporate office from Houston to St. Tammany, and Tamanend, an 850 acre mixed use development which is in the beginning phases of construction. Tamanend will include retail businesses, a business park, single-family homes, apartment complexes, and Northshore Technical College.

Overall sales tax collections showed a steady growth in fiscal year 2015 with Law Enforcement District sales tax revenue increasing by \$425,730 or 4% over fiscal year 2014. This performance exceeded our expectations and previous estimates. As such, we've raised our estimates for fiscal year 2016, but still retain a conservative mindset by budgeting this revenue source at \$11.2 million for fiscal year 2016.

Below is a breakdown of sales and use taxes collected for the last 10 fiscal years.



### Overview of Crime Statistics

For obvious reasons, crime greatly impacts the operations of the Sheriff’s office.

There are numerous ways to measure crime and the effectiveness of the local law enforcement in a particular area; however the most universally used measuring tool is the Federal Bureau of Investigation (FBI) Uniform Crime Reporting (UCR), which measures the number of crimes committed in particular categories.

Despite an increasing population and an influx of new residents following Hurricane Katrina in 2005, St. Tammany Parish has enjoyed a relatively low crime rate, especially in comparison to other surrounding communities.

	1980 - 1989	2000 - 2009
Population	110,869	233,740
Murder	97	74
Rape	218	274
Robbery	421	348
Burglary	11,819	7,339

The number of crimes being committed in most of the measured categories has actually seen a decrease over the past couple of years despite the increase in population.

The population of St. Tammany Parish has more than doubled since the 1980s; yet when comparing the crimes reported in that decade to those reported from 2000-2009, there is a marked decrease in most of the major crimes.

When compared to the average of the five years prior, the number of major crimes reported in unincorporated St. Tammany Parish for year-to-date 2015 illustrates that the

number of crimes reported in most categories continues to decrease.

This is attributable to the work being done by the St. Tammany Parish Sheriff's office, an increase in technology available, and the cooperation and support of the residents who live here.

The St. Tammany Parish Sheriff's office also has a very high solve rate, averaging more than 50 percent of all crimes being cleared on average every year.

As you can see in the chart to the right, as of December 15, 2015, there had only been three murders committed in unincorporated St. Tammany Parish. This is down from an average of 4.4 murders per year for the five years prior.

**Major Crimes by Calendar Year**

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015*</u>
Murder	6	5	7	0	4	3
Rape	15	17	14	4	14	25
Robbery	21	20	15	26	18	17
Burglary	517	592	652	515	388	287
Auto Theft	138	144	158	151	104	98

\* YTD as of December 15, 2015



St. Tammany Parish is relatively comparative in population to Orleans Parish, which as of December 21, 2015, has reported 155 homicides for the calendar year 2015. That is equal to 41.9 homicides for every 100,000 people.

The population of St. Tammany Parish is nearly twice the size of that of Tangipahoa Parish, yet the homicide rate there appears to be more than twice that of St. Tammany.

St. Tammany's largest category of measured crimes committed is thefts, with 1,119 thefts and 104 vehicle thefts reported in calendar year 2014. Those numbers are down from 1,413 thefts and 151 vehicle thefts in 2013. As of December 15, 2015, there have been 1,164 thefts and 98 vehicle thefts in 2015.

**Long-term Financial Planning & Major Initiative**

A Long-range Financial Plan provides a "road map" for where the Sheriff wants to proceed financially and how he plans to get there, by combining financial forecasting with financial strategizing. The plan is intended to serve as a tool to identify problems and opportunities, and to provide the Sheriff, staff, and citizens with the insights required to address issues impacting the Sheriff's financial condition. The Sheriff's plan has a multi-year planning horizon: with three to five years for projecting current operations and capital expenditures and longer time frames for more extensive projects depending on funding. Future additional projects will require additional revenue, either from current or new revenue sources, i.e., grants, bonded debt, etc.



The Sheriff strives to maintain an unrestricted fund balance to provide for unanticipated expenditures of a non-recurring nature and/or to meet unexpected increases in costs. All fund designations and reserves will be reviewed annually for long-term adequacy and use requirements. Any projected insufficiencies will be addressed immediately. It is a goal to maintain a fund balance of at least 20% in the General Fund. Over the next year we will continue to concentrate on the successful installation of the new radio system within budget.

### ***Relevant Financial Policies***

The Sheriff has established and adopted comprehensive financial policies to balance the needs of the agency with the resources available for use. The policies set forth consistent guidelines for fiscal planning and performance, and support the Sheriff's commitment to sound financial management and fiscal stability.

These policies can be found within the notes to the financial statements on pages 57 to 95.

### ***Acknowledgements***

For a second consecutive year, The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the St. Tammany Parish Sheriff's Office (STPSO) for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2014. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievements Program's requirements and we will be submitting it to the GFOA to determine its eligibility for another certificate.

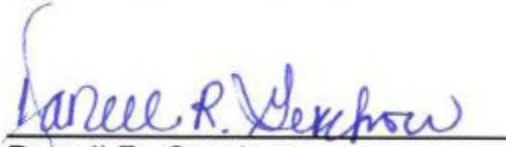
The STPSO also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the fiscal year beginning July 1, 2014. This was the second year the STPSO submitted a budget document and received the award. To receive the Distinguished Budget Presentation Award, the government must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

The Distinguished Budget Presentation Award is award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we have submitted it to GFOA to determine its eligibility for another award.

The preparation of this report would not have been possible without the skill, effort, and dedication of the entire staff of the Accounting Department. I wish to thank all St. Tammany Parish Sheriff's Office departments for their assistance in providing the data

necessary to prepare this report. I would also like to extend my gratitude for your unfailing support for maintaining the highest standards of professionalism in the management of the St. Tammany Parish Sheriff's Office.

Respectfully Submitted,



Danell R. Gerchow  
Danell R. Gerchow  
Chief Financial Officer



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**St. Tammany Parish Sheriff  
Louisiana**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**PRINCIPAL ELECTED AND APPOINTED OFFICIALS**

**Sheriff Rodney “Jack” Strain, Jr.**

**Chief Deputy Fred Oswald**

**Deputy Chief Danell Gerchow**

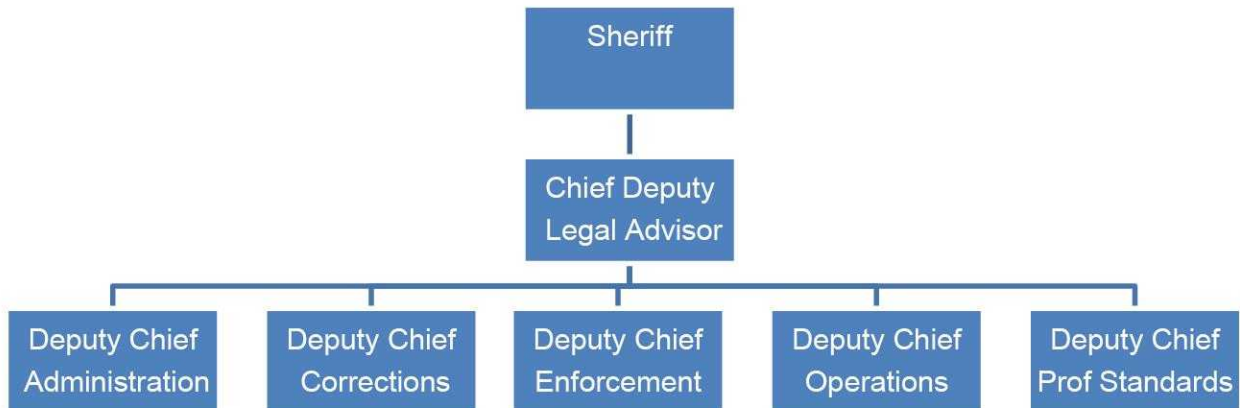
**Deputy Chief Brian Trainor**

**Deputy Chief David Hall**

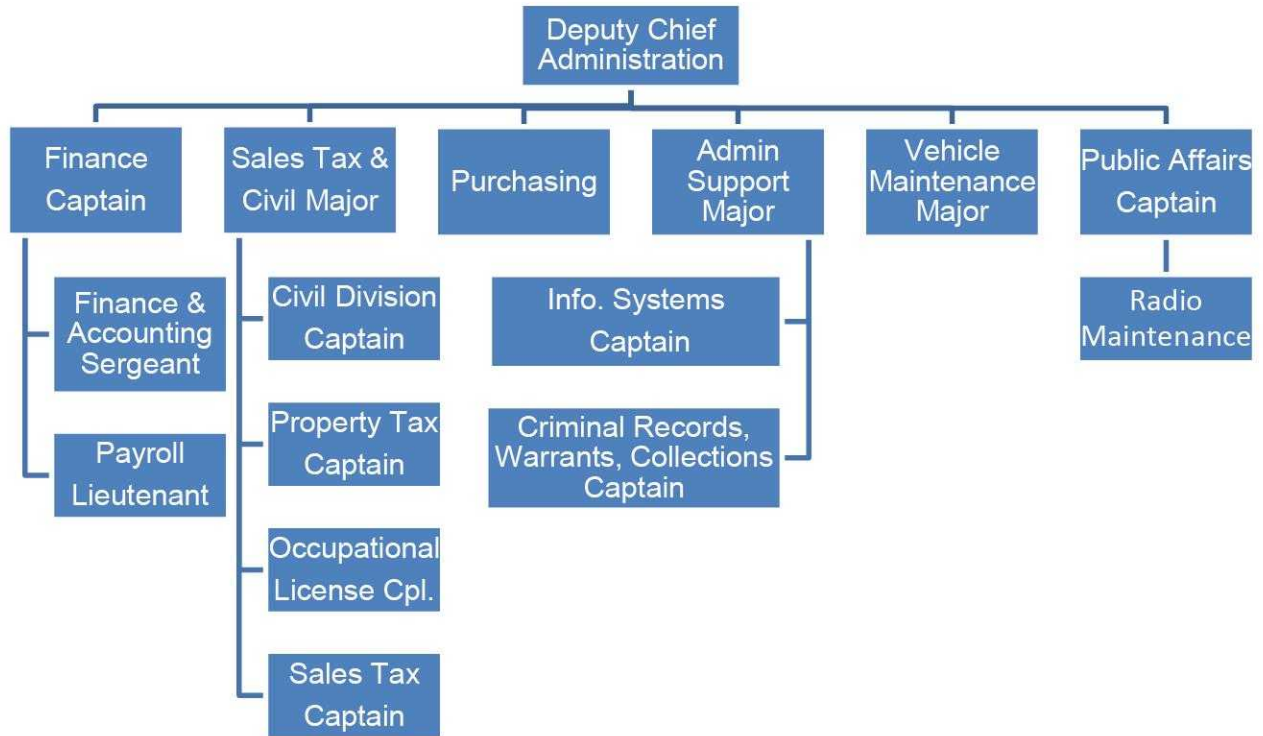
**Deputy Chief Joe Jarrell**

**Deputy Chief Jimmy Richard**

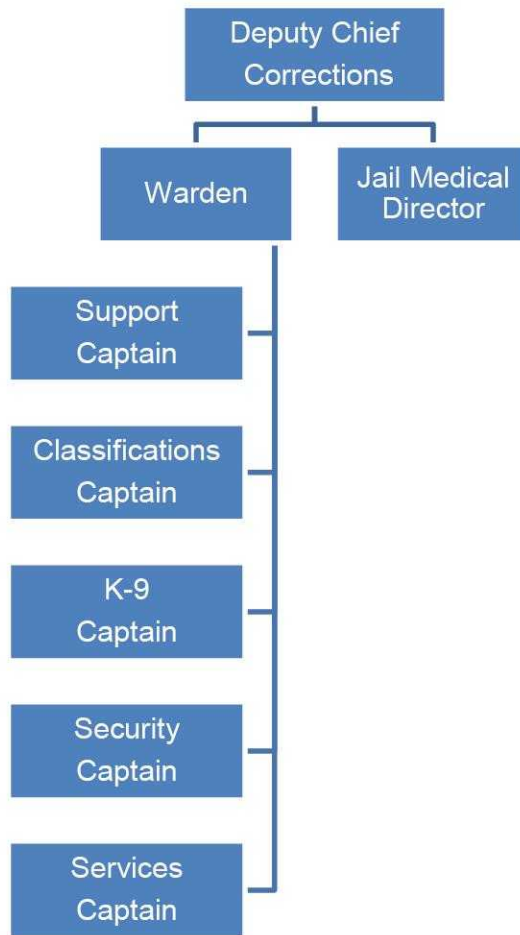
**ST. TAMMANY PARISH SHERIFF  
ORGANIZATIONAL CHART  
Sheriff and Executive Staff**



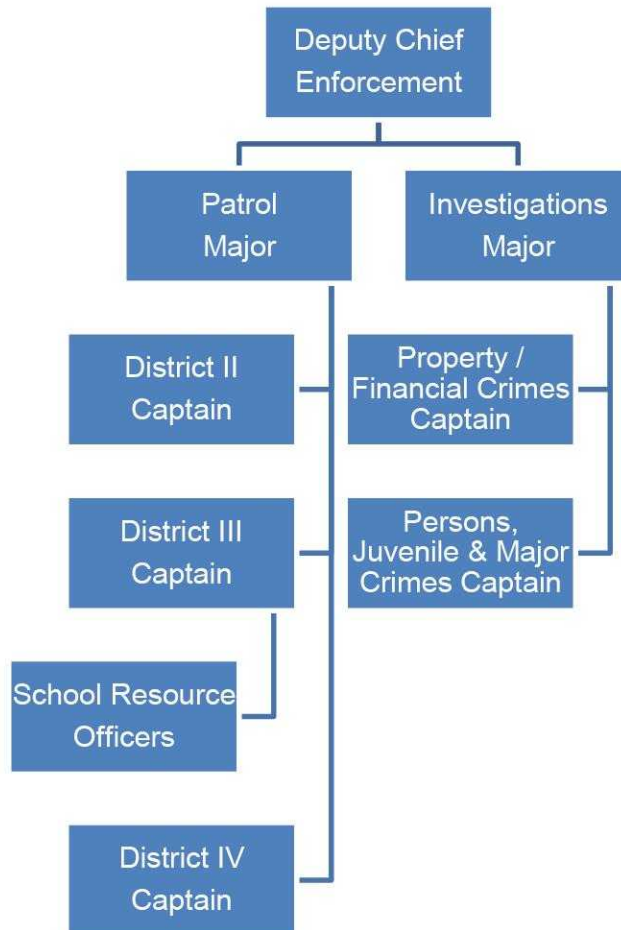
# ST. TAMMANY PARISH SHERIFF ORGANIZATIONAL CHART Administration



**ST. TAMMANY PARISH SHERIFF  
ORGANIZATIONAL CHART  
Corrections**

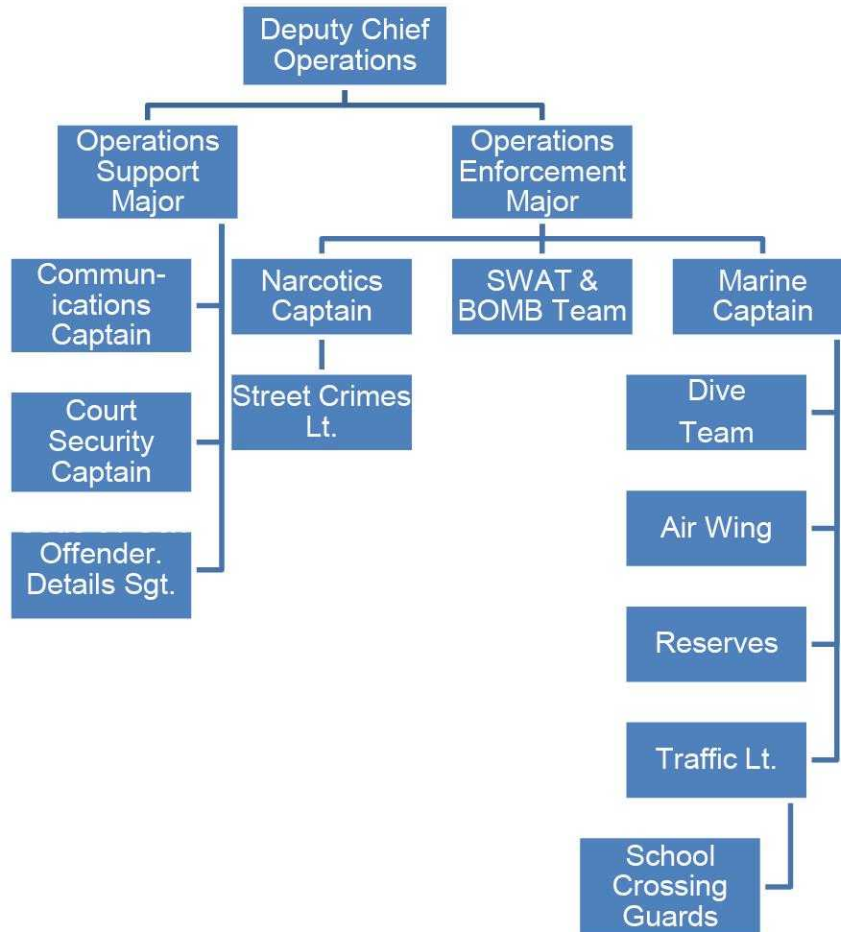


**ST. TAMMANY PARISH SHERIFF  
ORGANIZATIONAL CHART  
Enforcement**





**ST. TAMMANY PARISH SHERIFF  
ORGANIZATIONAL CHART  
Operations**



**ST. TAMMANY PARISH SHERIFF  
ORGANIZATIONAL CHART  
Professional Standards**





Comprehensive Annual Financial Report For the Year Ended June 30, 2015

## FINANCIAL SECTION

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# PAILET, MEUNIER and LeBLANC, L.L.P.

Certified Public Accountants

Management Consultants

## INDEPENDENT AUDITOR'S REPORT

The Honorable Rodney "Jack" Strain, Jr.  
St. Tammany Parish Sheriff  
St. Tammany Parish, Louisiana

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Tammany Parish Sheriff (the Sheriff), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Sheriff, as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Jail Special Revenue Fund 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's discussion and analysis (beginning on page 25), the schedule of funding progress (beginning on page 97), the schedule of proportionate share of the net pension liability and the schedule of pension contributions (pages 99 and 100) and other information as listed in the table of contents, 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 St. Tammany Parish Sheriff's basic financial statements. The introductory section, combining and individual non-major fund financial statements, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying ad valorem tax affidavit and the schedule of compensation, benefits and other payments to agency head, are not a required part of the basic financial statements of the Sheriff but is additional information required by the Louisiana Legislative Auditor.

The combining and individual non-major fund financial statements, the Affidavit and the schedule of compensation, benefits and other payments to agency head are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the

basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, the affidavit and the schedule of compensation, benefits and other payments to agency head are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2015, on our consideration of the St. Tammany Parish Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering St. Tammany Parish Sheriff's internal control over financial reporting and compliance.

*Paillet, Meunier and LeBlanc, LLP*

Metairie, LA  
December 22, 2015

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Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

***REQUIRED SUPPLEMENTAL INFORMATION (PART I)***

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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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As management of the St. Tammany Parish Sheriff's office, we offer readers of the Sheriff's financial statements this narrative overview and analysis of the financial activities of the St. Tammany Parish Sheriff's office for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 2-11 of this report.

***Financial Highlights***

- The assets of the St. Tammany Parish Sheriff's office exceeded its liabilities at the close of the 2015 fiscal year by \$1,681,121 (net position).
- The St. Tammany Parish Sheriff's office total net position decreased \$29,206,650 primarily due to a prior period adjustment required by the implementation the GASB 68 pension reporting requirements resulting in a net reduction to the beginning net position of \$29,521,548. This reduced the unrestricted net position to (\$22,963,758). See Note 23.
- At the close of the current fiscal year, the St. Tammany Parish Sheriff's office governmental funds reported combined fund balances of \$28,704,104 a decrease of (\$9,163,251) in comparison with the prior year. Approximately 35% of this amount, \$10,177,511, is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the general fund was \$10,177,511 or approximately 23% of total general fund expenditures.
- The St. Tammany Parish Sheriff's office total outstanding long-term debt showed a net increase of \$21,478,574 during the current fiscal year because of an increase in net other postemployment benefits (OPEB) obligation of \$2,976,874 and the addition of the long term pension liability of \$19,719,771. See Notes 10 and 11 for a detailed explanation of this change.

***Overview of the Financial Statements***

The discussion and analysis provided here are intended to serve as an introduction to the St. Tammany Parish Sheriff's office basic financial statements. The St. Tammany Parish Sheriff's office basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

**Government-Wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the St. Tammany Parish Sheriff's office finances, in a manner similar to a private-sector business.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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The *statement of net position* presents financial information on all of the Sheriff's office assets, liabilities, and deferred inflows/outflows of resources, 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 St. Tammany Parish Sheriff's office is improving or deteriorating.

The *statement of activities* presents information showing how the St. Tammany Parish Sheriff's office net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the St. Tammany Parish Sheriff's office that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions. The governmental activities of the St. Tammany Parish Sheriff's office include public safety and interest on long-term debt.

The government-wide financial statements can be found on pages 37-38 of this report.

***Fund Financial Statements.*** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The St. Tammany Parish Sheriff's office, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the St. Tammany Parish Sheriff's office can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

***Governmental Funds.*** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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The St. Tammany Parish Sheriff's office maintains six individual governmental funds: General Fund, Jail Special Revenue Fund, Capital Projects Fund, Commissary Special Revenue Fund, Crime Lab Special Revenue Fund, and Bond Sinking Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Jail Special Revenue Fund, and Capital Projects Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The St. Tammany Parish Sheriff's office adopts an annual appropriated budget for its General Fund and Jail Special Revenue Fund. A budgetary comparison statement has been provided for the General Fund and Jail Special Revenue Fund to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 40-48 of this report.

***Proprietary Funds.*** The St. Tammany Parish Sheriff's office maintains one proprietary fund, the Internal Service Fund. The Internal Service Fund is used to account for the payment of liability claims and related expenses. Resources to fund the self-insurance plan are recorded as revenues. The cost of claims is recorded as an expense in the Internal Service Fund when the claims arise.

The basic proprietary fund financial statements can be found on pages 50-53 of this report.

***Fiduciary Funds.*** Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support the Sheriff's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The St. Tammany Parish Sheriff's office maintains five different fiduciary funds. Each fund is outlined below.

1. Sheriff's Fund Agency Fund – accounts for funds in connection with civil suits, Sheriff's sales and garnishments. It also accounts for the collections of bonds, probation fines and disbursement of these collections, in accordance with applicable law.
2. Tax Collector Agency Fund – Article V, Section 27 of the Louisiana Constitution of 1974, provides that the Sheriff will serve as collector of state, parish, and local taxes and fees. The Tax Collector Agency Fund accounts for the collection and distribution of these taxes and fees to the appropriate taxing bodies. Examples are ad valorem taxes, redemption fees, sales & use taxes, occupational license renewals, and State Revenue Sharing.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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3. Jail Agency Fund – accounts for individual prisoner account balances. Funds are deposited in the name of the prisoner and payable upon completion of their jail sentence. The Jail Agency Fund also accounts for the collection and disbursement of certain fees charged to inmates upon incarceration.
4. Transitional Work Program Agency Fund – accounted for individual prisoner account balances that were in the Transitional Work Program. Funds were deposited in the name of the prisoner and payable upon request. Balances in the individual prisoner accounts were returned upon completion of their jail sentence. Effective July 1, 2013, the Transitional Work Program was privatized. All funds owed to participants in the program were transferred in August 2013 and the bank account was subsequently closed.
5. Fines and Cost Agency Fund – accounts for the collection and disbursement of fines and costs that are reviewed by the courts, in accordance with applicable law.

The fiduciary fund financial statements can be found on pages 106-108 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 57-95 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the St. Tammany Parish Sheriff's office progress in funding its obligation to provide OPEB benefits to its employees. Required supplementary information can be found on pages 97 of this report.

The St. Tammany Parish Sheriff's office has included the required supplemental information for the Sheriff's office net pension liability and contributions to the Sheriff's Pension and Relief Fund. The required supplementary information can be found on pages 99 and 100.

The combining statements referred to earlier in connection with nonmajor governmental funds and agency funds are presented immediately following the required supplementary information starting on page 102.

**Government-Wide Overall Financial Analysis**

As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. In the case of the St. Tammany Parish Sheriff's office, assets exceeded liabilities by \$1,681,121 at the close of the most recent fiscal year.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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**St. Tammany Parish Sheriff's Office Net Position**

	<b>Governmental activities</b>	
	2015	2014
Current Assets	\$ 34,602,306	\$ 45,440,333
Capital Assets, Net of Accumulated Depreciation	\$ 36,840,907	\$ 28,452,566
Total Assets	\$ 71,443,213	\$ 73,892,899
Deferred Outflows of Resources	\$ 6,216,530	\$ -
Current Liabilities	\$ 7,122,693	\$ 7,398,375
Long-Term Liabilities	\$ 57,085,327	\$ 35,606,753
Total Liabilities	\$ 64,208,020	\$ 43,005,128
Deferred Inflows of Resources	\$ 11,770,602	\$ -
<b>Net Position</b>		
Net Investment in Capital Assets	\$ 23,539,748	\$ 23,216,715
Restricted for:		
Crime Lab Expenditures	\$ 1,093,163	\$ 1,968,575
Debt Service	\$ 11,968	\$ 11,957
Unrestricted	\$ (22,963,758)	\$ 5,690,524
Total Net Position	\$ 1,681,121	\$ 30,887,771

By far, the largest portion of the St. Tammany Parish Sheriff's office net position reflects its investment in capital assets (e.g., land, buildings, equipment, vehicles, etc.), less any related outstanding debt that was used to acquire those assets. The St. Tammany Parish Sheriff's office uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the St. Tammany Parish Sheriff's office investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the St. Tammany Parish Sheriff's office net position (66%) represents resources that are subject to external restrictions on how they may be used. The remaining deficit in unrestricted net position of \$22,963,758, is substantially related to the net pension liability. See Note 11 for further information.

The St. Tammany Parish Sheriff's office overall net position decreased \$29,206,650 from the prior fiscal year. The reasons for this overall decrease are discussed in the following sections for governmental activities.

**Governmental Activities.** During the current fiscal year, net position for governmental activities decreased \$29,206,650 from the prior fiscal year for an ending balance of \$1,681,121. The decrease in the overall net position of governmental activities is primarily the result of the prior period adjustment required to record an estimate of net pension liability attributed to previous years. See Note 23 of the notes to the financial statements for more information.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

**St. Tammany Parish Sheriff's Office Changes in Net Position**

	<b>Governmental Activities</b>	
	2015	2014
<b>Program Revenues</b>		
Charges and Services	\$ 20,113,687	\$ 20,205,527
Operating Grants and Contributions	5,563,283	3,851,162
<b>General Revenues</b>		
<b>Taxes</b>		
Ad Valorem Taxes	20,390,156	19,768,442
Sales and Use Taxes	11,093,328	10,530,878
<b>Intergovernmental Revenues</b>		
Transfer from St. Tammany Parish Council	11,091,107	10,530,878
Interest and Investment Earnings	43,898	69,933
Other Revenues	2,783,208	4,093,657
Special Item - Special Community Disaster Loan Forgiveness	-	11,315,552
<b>Total Revenues</b>	<b>71,078,667</b>	<b>80,366,029</b>
<b>Expenses</b>		
Public Safety	70,086,867	70,407,737
Interest on Long-Term Debt	676,902	242,806
<b>Total Expenses</b>	<b>70,763,769</b>	<b>70,650,543</b>
<b>Change in Net Position</b>	<b>314,898</b>	<b>9,715,486</b>
<b>Net Position, Beginning of Year</b>	<b>30,887,771</b>	<b>21,172,285</b>
<b>Prior Period Adjustment - Implementation of GASB 68</b>		
Net Pension Liability	(33,989,159)	-
Deferred Outflows-Contributions Made During Fiscal Year 2014	4,467,611	-
<b>Total Prior Period Adjustment</b>	<b>(29,521,548)</b>	<b>-</b>
<b>Net Position at Beginning of Year as restated</b>	<b>1,366,223</b>	<b>21,172,285</b>
<b>Net Position, End of Year</b>	<b>\$ 1,681,121</b>	<b>\$ 30,887,771</b>

***Financial Analysis of Governmental Funds***

As noted earlier, the St. Tammany Parish Sheriff's office uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

***Governmental Funds.*** The focus of the St. Tammany Parish Sheriff's office governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the St. Tammany Parish Sheriff's office financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party or the Sheriff himself.



**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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At June 30, 2015, The St. Tammany Parish Sheriff's office governmental funds reported combined fund balances of \$28,704,104, a decrease of \$9,163,251 in comparison with the prior year. Approximately 35% of this amount (\$10,177,511) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is 1) amount not in spendable form is \$112,546, 2) amount restricted for particular purposes is \$9,746,476, 3) amount committed for particular purposes is \$6,215,260, or 4) amount assigned for particular purposes is \$2,452,311.

The general fund is the chief operating fund of the St. Tammany Parish Sheriff's office. At the end of the current fiscal year, unassigned fund balance of the general fund was \$10,177,511, while total fund balance increased to \$10,290,057. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 22.4 percent of total general fund expenditures, while total fund balance represents approximately 22.7 percent of that same amount.

During the current fiscal year, the fund balance of the St. Tammany Parish Sheriff's Office general fund increased by \$323,123.

During the current fiscal year, the fund balance of the St. Tammany Parish Sheriff's Office jail special revenue fund increased by \$25,259. The Sheriff is required by law to fund any deficits recognized at year-end. For the current year, a transfer from the Sheriff's General Fund of \$450,000 was made to cover the deficit in the jail special revenue fund.

The capital projects fund, a major fund, had a \$8,805,584 decrease in fund balance during the current fiscal year which put the overall fund balance at \$14,162,335. The decrease in fund balance was a result of the expenditures for the completion of the new Crime Lab and continued expenditures on the new Radio System for which the Series 2014 certificates of indebtedness were issued. (Note 9)

**Proprietary Funds.** The Sheriff maintains one proprietary fund; the Internal Service Fund. The Internal Service Fund is used to account for the payment of liability claims and related expenses. Resources to fund the self-insurance plan are recorded as revenues. The cost of claims is recorded as an expense in the Internal Service Fund when the claims arise.

Unrestricted net position of the Internal Service Fund at the end of the year was \$1,757,056. The increase in net position of the Internal Service Fund was \$1,304.

***General Fund Budgetary Highlights***

The current year's revenues warranted amendments to increase the original estimated excess of revenues over expenditures to approximately \$2M. Various factors played a role in the impact to the original budget, including a economic upturn for the St. Tammany Parish area.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

The most significant differences between estimated revenues and actual revenues were as follows:

<i>Revenue Source</i>	<i>Original Budget</i>	<i>Final Amended Budget</i>	<i>Actual Revenues</i>	<i>Difference Final Budget to Actual</i>
Ad Valorem Tax	\$19,600,000	\$20,337,418	\$20,390,156	\$52,738
Sales and Use Tax	10,600,000	10,956,608	11,093,328	136,720
Civil and Criminal Fees	3,501,000	2,568,230	2,583,587	15,357

The increase in the above Ad Valorem Tax and Sales Tax revenue sources were realized by the slight recession-recovery being experienced during the current year. Ad valorem taxes were significantly more than estimated because of the unanticipated increase in the Tax Roll.

The recession-recovery continues to impact the Sales taxes collected with an increase of \$356,608 in estimated revenues. The increase in commercial infrastructures, such as shopping center venues, has continued to impact the Sales and Use tax revenue over the past couple of years. Commissions the Sheriff receives coincide with the Sales tax revenues; thus the increase is a direct impact of those revenues being on the upswing.

Criminal and Civil fees are dictated by the court systems and decisions made by the assigned judges. The original budget is projected based upon past year trends; thus the actuals will tend to fluctuate.

<i>Expenditures</i>	<i>Original Budget</i>	<i>Final Amended Budget</i>	<i>Actual Expenses</i>	<i>Difference Final Budget to Actual</i>
Personnel Services	\$24,286,617	\$23,686,488	\$23,636,163	\$50,325
Materials and Supplies	871,164	1,562,001	1,651,280	(89,279)
Capital Outlays	580,092	1,744,946	1,816,582	(71,636)

2015 personnel services compared reasonably to the 2015 original budget. The variance is due to estimates made during the budgeting process that were not realized in the current year.

The variance in material and supplies is due to unanticipated law enforcement supplies necessary at year end.

The capital outlays variance is due to vehicles and equipment that were budgeted in 2014 but delayed until 2015.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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***Jail Special Revenue Fund Budgetary Highlights***

The Sheriff is required by law to fund any deficits recognized at year-end. For the current year, the Jail Special Revenue Fund realized a deficit, requiring a transfer from the General Fund of \$450,000 to balance the budget, although the Jail Special Revenue Fund's Intergovernmental Revenue from the St. Tammany Parish Council (Jail sales tax) recognized an increase of its' original budget in the amount of approximately \$490,000.

***Capital Assets and Debt Administration***

**Capital assets.** The St. Tammany Parish Sheriff's office investment in capital assets for its governmental activities as of June 30, 2015, amounts to \$36,840,948 (net of accumulated depreciation). This investment in capital assets includes construction in progress, land, leasehold improvements, buildings, other equipment, communication equipment, and vehicles. The total increase in capital assets for the current fiscal year was approximately \$8.4M or 29%.

**St. Tammany Parish Sheriff's Office Capital Assets (net of accumulated depreciation)**

	Governmental Activities	
	2015	2014
Construction in Progress	\$ 6,381,159	\$ 6,020,851
Land	2,878,144	2,878,144
Leasehold Improvements	155,642	168,078
Buildings	18,207,856	9,110,192
Other Equipment	3,261,159	3,012,465
Communication Equipment	595,342	948,386
Vehicles	5,361,605	6,314,450
Totals	\$ 36,840,907	\$ 28,452,566

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

- Construction of the Crime Lab facility in Slidell was completed and moved from Construction in Progress to Buildings. The new Crime Lab building was capitalized at a value of \$9,595,650.
- Ongoing acquisition of a radio system with costs incurred of \$4,287,408 during the current year.
- Miscellaneous equipment was purchased during the current year at a cost of \$1,012,094
- The purchase of various law enforcement vehicles and equipment at a total cost of \$1,207,298.

Additional information on the St. Tammany Parish Sheriff's office capital assets can be found in Note 7 on page 72 of this report.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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***Long-term Debt***

On August 1, 2011, the Sheriff issued Limited Tax Revenue Bonds, Series 2011, in the amount of \$8,000,000, secured by excess revenue of the Sheriff. The bonds were issued for the purpose of building a new crime lab facility in Slidell, Louisiana, to include making capital improvements, including the acquisition of furnishings and equipment and paying the costs of issuance thereof. Standard & Poor's Public Financing Ratings, a Division of The McGraw-Hill Companies, Inc. has assigned the Series 2011 Bonds a municipal debt rating of "AA" (stable). S&P defines a "AA" rating as having a very strong capacity to meet financial commitments. Additionally, the Bond Sinking Fund accounts for all scheduled bond payments issued related to the Limited Tax Revenue Bonds, Series 2011. These funds are transferred from the General Fund to the Bond Sinking Fund prior to issuing payment.

On March 20, 2014, the Sheriff issued Limited Tax Revenue Bonds, Series 2014, in the amount of \$15,400,000, secured by excess revenue of the Sheriff. A bond premium was included at disbursement in the value of \$346,072. The bonds were issued for the purpose of acquiring a radio system and paying the costs incurred in connection with the issuance thereof. Standard & Poor's Public Financing Ratings, a Division of The McGraw-Hill Companies, Inc. has assigned the Series 2014 Bonds a municipal debt rating of "AA" (stable). S&P defines a "AA" rating as having a very strong capacity to meet financial commitments. Additionally, the Bond Sinking Fund accounts for all scheduled bond payments issued related to the Limited Tax Revenue Bonds, Series 2014. These funds will be transferred from the General Fund to the Bond Sinking Fund prior to issuing payment.

At the end of the current fiscal year, the St. Tammany Parish Sheriff's office had total bonded debt outstanding of \$22,643,001. The Bond premium, shown as a separate item in 2014, was included with the General Obligation Bonds in the current year statements. This table was restated for 2014 to include the Bond premium in General Obligation Bonds of \$22,961,072.

**St. Tammany Parish Sheriff's Office Outstanding Debt**

	Governmental Activities	
	2015	2014
General Obligation Bonds	\$22,643,001	\$22,961,072
Net Pension Liability	19,719,771	-
Net OPEB Obligation	15,940,626	12,963,752
Totals	\$58,303,398	\$35,924,824

In the current year, the St. Tammany Parish Sheriff's office total debt increased by \$22,378,574 or 62%. This was the result of a net increase in the OPEB Obligation of \$2,976,874 and the required change in accounting for pensions adding \$19,719,771 to the Sheriff's long term liabilities. For more detail on the Net Pension Liability see note 11.

Additional information on the St. Tammany Parish's Sheriff's Office long-term debt can be found in Note 9 on pages 74-75 of this report.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA**

**Management's Discussion and Analysis**

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***Economic Factors and Next Year's Budget***

The following economic factors impact the St. Tammany Parish Sheriff's office and were considered in developing the 2015-2016 fiscal year budget.

- The unemployment rate for St. Tammany Parish at fiscal year 2015 year-end (June 2015) was at 5.7 percent which slightly higher than the rate from the beginning year rate of 5.1 percent.
- Sales tax has continued to experience an increase as a result of the completion of the Fremaux Town Center that opened in March 2014. Although it opened in March of 2014 this complex continues to expand. This commercial complex will continue to provide future revenue as the Sheriff will receive a portion of the sales tax revenue collected.
- The Sheriff is mandated to provide health insurance to full-time employees. Health insurance premiums will reflect an increase of 9 percent in fiscal 2016. Employer pension rates will decrease to 13.75 percent in fiscal year 2016 from 14.25 percent in fiscal year 2015.
- The St. Tammany Parish Sheriff's office continues to purchase a catastrophic liability insurance policy to protect itself from unforeseen losses in excess of \$1 million. The Sheriff is responsible for funding any losses before this policy goes into effect.
- We anticipate a continual increase in the population of St. Tammany Parish residents. With any increase, aggregate revenues and expenditures will be reflective.
- Departmental budgeted expenditure reductions will be implemented in recognition of any decline in revenues.

***Requests for Information***

This financial report is designed to provide a general overview of the St. Tammany Parish Sheriff's Office finances for all those with an interest in the Sheriff's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, 300 Brownswitch, Slidell, LA, 70459.

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Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

## **GOVERNMENT -WIDE FINANCIAL STATEMENTS**

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Statement of Net Position**  
**June 30, 2015**

	<b>Governmental Activities</b>
<b>Assets</b>	
Cash and Cash Equivalents	\$ 27,721,106
Investments	651,704
Receivables	6,116,950
Prepaid Expenses	112,546
Capital Assets, Not Being Depreciated	9,259,303
Capital Assets, Net of Accumulated Depreciation	<u>27,581,604</u>
<b>Total Assets</b>	<u>71,443,213</u>
<b>Deferred Outflows of Resources</b>	<u>6,216,530</u>
<b>Total Deferred Outflows of Resources</b>	<u>6,216,530</u>
<b>Liabilities</b>	
Accounts Payable	3,245,668
Accrued Liabilities	895,478
Compensated Absences	1,294,757
Due to other Governmental Agency	468,719
<b>Long-Term Liabilities</b>	
Certificates of Indebtedness Payable	
Current Portion	1,218,071
Noncurrent Portion	21,424,930
Net Pension Liability	19,719,771
Net Other Post-Employment Benefit Obligation	<u>15,940,626</u>
<b>Total Liabilities</b>	<u>64,208,020</u>
<b>Deferred Inflows of Resources</b>	<u>11,770,602</u>
<b>Total Deferred Inflows of Resources</b>	<u>11,770,602</u>
<b>Net Position</b>	
Net Investment in Capital Assets	23,539,748
Restricted for:	
Crime Lab	1,093,163
Debt Service	11,968
Unrestricted	<u>(22,963,758)</u>
<b>Total Net Position</b>	<u>\$ 1,681,121</u>

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



**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statement of Activities  
For the Year Ended June 30, 2015**

Activities	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position Governmental Activities
		Charges for Services	Operating Grants and Contributions	
<b>Governmental Activities</b>				
Public Safety	\$ 70,086,867	\$ 20,113,687	\$ 5,563,283	\$ (44,409,897)
Interest on Long-Term Debt	676,902	-	-	(676,902)
<b>Total Governmental Activities</b>	<b>\$ 70,763,769</b>	<b>\$ 20,113,687</b>	<b>\$ 5,563,283</b>	<b>(45,086,799)</b>
<b>General Revenues</b>				
Taxes				
Ad Valorem Taxes				20,390,156
Sales and Use Taxes				11,093,328
Intergovernmental Revenues				
Transfer from St. Tammany Parish Council				11,091,107
Interest and Investment Earnings				43,898
Other Revenues				2,783,208
<b>Total General Revenues</b>				<b>45,401,697</b>
<b>Other Financing Sources (Uses) Change in Net Position</b>				<b>314,898</b>
<b>Net Position, Beginning of Year</b>				<b>30,887,771</b>
<b>Prior Period Adjustment - Implementation of GASB 68</b>				
<b>Implementation of GASB 68</b>				
Net Pension Liability				(33,989,159)
Deferred outflows-contributions made during fiscal year 2014				4,467,611
<b>Net Pension Prior Period Adjustment</b>				<b>(29,521,548)</b>
<b>Net Position - Beginning of Year, as restated</b>				<b>1,366,223</b>
<b>Net Position, End of Year</b>				<b>\$ 1,681,121</b>

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

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Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

***FUND FINANCIAL STATEMENTS  
GOVERNMENTAL FUNDS***

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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Major Fund Descriptions  
Governmental Funds  
June 30, 2015**

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**General Fund**

The General Fund accounts for resources traditionally associated with governments which are not required to be accounted for in another fund. The General Fund serves as the Sheriff's primary operating fund. The two major forms of revenue for the fund include Ad Valorem Taxes and Sales and Use Taxes, while the two major forms of expenditures include Personnel Services and Payroll Benefits. From time to time, the General Fund may also record transfers out to the Jail Special Revenue Fund, Capital Projects Fund and the Bond Sinking Fund.

**Jail Special Revenue Fund**

The Jail Special Revenue Fund accounts for the main operations of the St. Tammany Parish Jail. Revenues include a transfer from the St. Tammany Parish Council related to the proceeds of a dedicated ¼ cent Sales and Use tax approved on April 1, 1998, for the expansion of the existing jail and to fund ongoing operations of the jail. Revenues also include reimbursements from the department of corrections for the keeping of prisoners, and other grants and revenues. The fund also transfers monies to the St. Tammany Parish Council (the Parish Council) for repayment of a bond issue related to construction, maintenance, and ongoing operations of the jail.

**Capital Projects Fund**

The Sheriff maintains the Capital Projects Fund to account for the construction of new facilities and radio system infrastructure upgrades in St. Tammany Parish.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Balance Sheet  
Governmental Funds  
June 30, 2015**

	<b>General Fund</b>	<b>Jail Special Revenue Fund</b>	<b>Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets</b>					
Cash	\$ 8,973,421	\$ 178,380	\$ 14,812,324	\$ 1,878,157	25,842,282
Investments	651,704	-	-	-	651,704
Receivables	3,086,365	3,030,585	-	-	6,116,950
Prepaid Items	112,546	-	-	-	112,546
<b>Total Assets</b>	<b>\$ 12,824,036</b>	<b>\$ 3,208,965</b>	<b>\$ 14,812,324</b>	<b>\$ 1,878,157</b>	<b>\$ 32,723,482</b>
<b>Liabilities</b>					
Accounts Payable	\$ 1,901,632	\$ 497,392	\$ 649,989	\$ 74,887	\$ 3,123,900
Accrued Liabilities	632,347	259,262	-	3,869	895,478
<b>Total Liabilities</b>	<b>2,533,979</b>	<b>756,654</b>	<b>649,989</b>	<b>78,756</b>	<b>4,019,378</b>
<b>Fund Balances</b>					
Nonspendable	\$ 112,546	\$ -	\$ -	\$ -	\$ 112,546
Restricted, reported in:					
Capital Projects Fund	-	-	8,641,345	-	8,641,345
Special Revenue Funds	-	-	-	1,093,163	1,093,163
Bond Sinking Fund	-	-	-	11,968	11,968
Committed, reported in:					
Capital Projects Fund	-	-	5,520,990	-	5,520,990
Special Revenue Funds	-	-	-	694,270	694,270
Assigned, reported in:					
Special Revenue Funds	-	2,452,311	-	-	2,452,311
Unassigned	10,177,511	-	-	-	10,177,511
<b>Total Fund Balances</b>	<b>\$ 10,290,057</b>	<b>\$ 2,452,311</b>	<b>\$ 14,162,335</b>	<b>\$ 1,799,401</b>	<b>\$ 28,704,104</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 12,824,036</b>	<b>\$ 3,208,965</b>	<b>\$ 14,812,324</b>	<b>\$ 1,878,157</b>	<b>\$ 32,723,482</b>

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

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Reconciliation of the Balance Sheet -  
Governmental Funds to Government-wide Statement of Net Position  
June 30, 2015**

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

<b>Total Fund Balances</b>	<b>\$ 28,704,104</b>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	36,840,907
Deferred Outflows of Resources	6,216,530
Internal service funds are used by management to charge liability claims and related expenses to individual funds and are included in governmental activities in the Statement of Net Position.	1,757,056
Compensated Absences	(1,294,757)
Due to other governmental agency	(468,719)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Certificates of Indebtedness	(22,643,001)
Net Pension Liability	(19,719,771)
Net Other Post-Employment Benefit Obligation	(15,940,626)
Deferred Inflows of Resources	<u>(11,770,602)</u>
<b>Net Position of Governmental Activities</b>	<b><u>\$ 1,681,121</u></b>

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

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2015**

	General Fund	Jail Special Revenue Fund	Capital Projects Fund	Total Non-Major Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Ad Valorem Taxes	\$ 20,390,156	\$ -	\$ -	\$ -	\$ 20,390,156
Sales and Use Taxes	11,093,328	-	-	-	11,093,328
Intergovernmental Revenues	-	-	-	-	-
Transfer from St. Tammany Parish Council	-	11,091,107	-	-	11,091,107
Federal Grants	329,593	-	-	-	329,593
Intergovernmental Agreement - 911 District	350,000	-	-	-	350,000
State Revenue Sharing	458,862	-	-	-	458,862
State Supplemental Pay	2,015,779	529,415	-	5,999	2,551,193
Other Intergovernmental Revenues	99,796	-	-	-	99,796
Fees, Charges and Commissions for Services	-	-	-	-	-
Commissions	-	-	-	-	-
Sales and Use Taxes	2,502,034	-	-	-	2,502,034
Other	675,523	836,973	-	-	1,512,496
Civil Fees	2,583,587	-	-	-	2,583,587
Criminal Fees	829,686	-	-	253,523	1,083,209
Sales to Inmates	-	-	-	1,006,564	1,006,564
Keeping of Prisoners	-	8,148,752	-	-	8,148,752
Tax Research and Other Services	592,498	-	-	-	592,498
Salary Reimbursements	2,608,733	75,814	-	-	2,684,547
Interest Earnings	33,429	-	8,330	835	42,594
Other Revenues	2,727,813	99,608	-	-	2,827,421
<b>Total Revenues</b>	<b>47,290,817</b>	<b>20,781,669</b>	<b>8,330</b>	<b>1,266,921</b>	<b>69,347,737</b>
<b>Expenditures</b>					
Public Safety					
Personnel Services	\$ 23,636,163	\$ 10,766,551	\$ -	\$ 69,509	\$ 34,472,223
Payroll Benefits	8,940,573	3,364,630	-	22,047	12,327,250
Operating Expenditures	4,503,865	3,714,823	-	36,641	8,255,329
Professional Fees	2,915,052	450,782	58,183	-	3,424,017
Materials and Supplies	1,651,280	490,686	69,594	711,531	2,923,091
Travel and Education	297,080	60,418	-	-	357,498
Insurance	1,407,754	335,933	-	-	1,743,687
Intergovernmental	-	-	-	-	-
Transfer to St. Tammany Parish Council	-	1,865,570	-	-	1,865,570
Debt Service	-	-	-	-	-
Principal	-	-	-	295,000	295,000
Interest	-	-	-	676,902	676,902
Capital Outlays	1,994,025	157,017	10,015,896	3,483	12,170,421
<b>Total Expenditures</b>	<b>45,345,792</b>	<b>21,206,410</b>	<b>10,143,673</b>	<b>1,815,113</b>	<b>78,510,988</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 1,945,025</b>	<b>\$ (424,741)</b>	<b>\$ (10,135,343)</b>	<b>\$ (548,192)</b>	<b>\$ (9,163,251)</b>

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



**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2015**

	<b>General Fund</b>	<b>Jail Special Revenue Fund</b>	<b>Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Other Financing Sources (Uses)</b>					
Transfers In	-	450,000	1,329,759	971,902	2,751,661
Transfers Out	(1,621,902)	-	-	(1,129,759)	(2,751,661)
<b>Total Other Financing Sources (Uses)</b>	<b>(1,621,902)</b>	<b>450,000</b>	<b>1,329,759</b>	<b>(157,857)</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>323,123</b>	<b>25,259</b>	<b>(8,805,584)</b>	<b>(706,049)</b>	<b>(9,163,251)</b>
<b>Fund Balances, Beginning of Year</b>	<b>9,966,934</b>	<b>2,427,052</b>	<b>22,967,919</b>	<b>2,505,450</b>	<b>37,867,355</b>
<b>Fund Balances, End of Year</b>	<b>\$ 10,290,057</b>	<b>\$ 2,452,311</b>	<b>\$ 14,162,335</b>	<b>\$ 1,799,401</b>	<b>\$ 28,704,104</b>

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

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balances - Governmental Funds to  
the Government-wide Statement of Activities  
For the Year Ended June 30, 2015**

Amounts reported for governmental activities in the Statement of Activities are different because:

**Net Changes in Fund Balances - Total Governmental Funds** \$ (9,163,251)

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. This is the amount by which capital outlays exceeded depreciation. 8,432,554

Gains/losses on the disposal of capital assets reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. (44,213)

Governmental funds report employer contributions to its pension plan as expenditures. However, in the Statement of Activities, pension expense represents the Sheriff's proportionate share of the Sheriffs' Pension and Relief Fund's change in net pension liability 2,473,866

Revenue reported in the Statement of Activities for the Sheriff's proportionate share of non-employer contributions to the pensions plan does not provide current financial resources and, therefore, is not reported as revenue in the governmental funds. 1,773,839

The issuance of long-term debt (e.g., certificates of indebtedness) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items. 318,071

The change in due to other governmental agencies reported in the Statement of Activities does not require the use of current financial resources and, therefore is not reported as an expenditure in the governmental funds. (468,719)

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

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balances - Governmental Funds to  
the Government-Wide Statement of Activities (Continued)  
For the Year Ended June 30, 2015**

The change in compensated absences reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.	(31,679)
The change in the net other post-employment benefit obligation reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.	(2,976,874)
Internal service funds are used to charge the costs of liability insurance to individual funds. This amount is the total change in net position in the internal service fund.	<u>1,304</u>
<b>Change in Net Position</b>	<b><u>\$ 314,898</u></b>

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

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
General Fund  
For the Year Ended June 30, 2015**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Ad Valorem Taxes	\$ 19,600,000	\$ 20,337,418	\$ 20,390,156	\$ 52,738
Sales and Use Taxes	10,600,000	10,956,608	11,093,328	136,720
Intergovernmental Revenues				
Federal Grants	160,360	225,930	329,593	103,663
Intergovernmental Agreement - 911 District	350,000	350,000	350,000	-
State Revenue Sharing	460,000	458,862	458,862	-
State Supplemental Pay	2,015,570	2,016,482	2,015,779	(703)
Other Intergovernmental Revenues	-	-	99,796	99,796
Fees, Charges and Commissions for Services				
Commissions				
Sales and Use Taxes	2,300,000	2,501,745	2,502,034	289
Other	630,000	688,763	675,523	(13,240)
Civil Fees	3,501,000	2,568,230	2,583,587	15,357
Criminal Fees	813,000	849,028	829,686	(19,342)
Tax Research and Other Services	528,500	610,293	592,498	(17,795)
Salary Reimbursements	2,577,450	2,606,871	2,608,733	1,862
Interest Earnings	23,000	19,305	33,429	14,124
Other Revenues	2,756,140	2,605,083	2,727,813	122,730
<b>Total Revenues</b>	<b>46,315,020</b>	<b>46,794,618</b>	<b>47,290,817</b>	<b>496,199</b>
<b>Expenditures</b>				
Public Safety				
Personnel Services	24,286,617	23,686,488	23,636,163	50,325
Payroll Benefits	9,279,433	8,936,011	8,940,573	(4,562)
Operating Expenditures	5,169,320	4,530,661	4,503,865	26,796
Professional Fees	3,086,374	3,040,917	2,915,052	125,865
Materials and Supplies	871,164	1,562,001	1,651,280	(89,279)
Travel and Education	369,721	276,374	297,080	(20,706)
Insurance	1,498,350	724,890	1,407,754	(682,864)
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital Outlays	580,092	1,744,946	1,994,025	(249,079)
<b>Total Expenditures</b>	<b>45,141,071</b>	<b>44,502,288</b>	<b>45,345,792</b>	<b>(843,504)</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>				
	<b>1,173,949</b>	<b>2,292,330</b>	<b>1,945,025</b>	<b>(347,305)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	-	-	-	-
Transfers Out	(971,902)	(2,227,791)	(1,621,902)	605,889
<b>Total Other Financing Sources (Uses)</b>	<b>(971,902)</b>	<b>(2,227,791)</b>	<b>(1,621,902)</b>	<b>605,889</b>
<b>Net Changes in Fund Balance</b>	<b>\$ 202,047</b>	<b>\$ 64,539</b>	<b>323,123</b>	<b>\$ 258,584</b>
<b>Fund Balance, Beginning of Year</b>			<b>9,966,934</b>	
<b>Fund Balance, End of Year</b>			<b>\$ 10,290,057</b>	

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

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
Jail Special Revenue Fund  
For the Year Ended June 30, 2015**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental Revenues				
Transfer from St. Tammany Parish Council	\$ 10,600,000	\$ 10,954,387	\$ 11,091,107	\$ 136,720
State Supplemental Pay	599,872	534,310	529,415	(4,895)
Fees, Charges and Commissions for Services				
Other Commissions	690,000	790,708	836,973	46,265
Keeping of Prisoners	8,316,091	8,114,325	8,148,752	34,427
Salary Reimbursements	85,000	72,945	75,814	2,869
Other Revenues	174,750	205,247	99,608	(105,639)
<b>Total Revenues</b>	<b>20,465,713</b>	<b>20,671,922</b>	<b>20,781,669</b>	<b>109,747</b>
<b>Expenditures</b>				
Public Safety				
Personnel Services	10,471,082	10,766,345	10,766,551	(206)
Payroll Benefits	3,425,113	3,322,815	3,364,630	(41,815)
Operating Expenditures	3,866,920	3,824,411	3,714,823	109,588
Professional Fees	428,114	470,833	450,782	20,051
Materials and Supplies	448,120	497,339	490,686	6,653
Travel and Education	53,898	58,915	60,418	(1,503)
Insurance	325,000	260,000	335,933	(75,933)
Intergovernmental				
Transfer to St. Tammany Parish Council	1,865,570	1,865,570	1,865,570	-
Capital Outlays	-	176,806	157,017	19,789
<b>Total Expenditures</b>	<b>20,883,817</b>	<b>21,243,034</b>	<b>21,206,410</b>	<b>36,624</b>
<b>Deficiency of Revenues Over Expenditures</b>	<b>(418,104)</b>	<b>(571,112)</b>	<b>(424,741)</b>	<b>146,371</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	-	600,000	450,000	(150,000)
Transfers Out	-	(24,702)	-	
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>575,298</b>	<b>450,000</b>	<b>(125,298)</b>
<b>Net Changes in Fund Balance</b>	<b>\$ (418,104)</b>	<b>\$ 4,186</b>	<b>25,259</b>	<b>\$ 21,073</b>
<b>Fund Balance, Beginning of Year</b>			<b>2,427,052</b>	
<b>Fund Balance, End of Year</b>			<b>\$ 2,452,311</b>	

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

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Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

***FUND FINANCIAL STATEMENTS  
PROPRIETARY FUND***

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**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Fund Description**  
**Proprietary Fund**  
**June 30, 2015**

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**Internal Service Fund (Risk Management)**

The Sheriff's proprietary fund accounts for the payment of liability claims and related expenses. Resources to fund the self-insurance plan are recorded as revenues. The cost of claims is recorded as an expense in the Internal Service Fund when the claims arise. Accrued liabilities include provisions for claims reported but not yet paid as of the fiscal year end.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statement of Net Position  
Proprietary Fund - Internal Service Fund  
June 30, 2015**

<b>Current Assets</b>	
Cash and Cash Equivalents	<u>\$ 1,878,824</u>
<b>Total Current Assets</b>	<u>1,878,824</u>
<b>Current Liabilities</b>	
Claims Payable	<u>121,768</u>
<b>Total Current Liabilities</b>	<u>121,768</u>
<b>Net Position</b>	
Unrestricted	<u><u>\$ 1,757,056</u></u>

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

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Statement of Revenues, Expenses, and**  
**Changes in Net Position**  
**Proprietary Fund - Internal Service Fund**  
**For the Year Ended June 30, 2015**

<b>Operating Revenues</b>	
Fund Premiums	<u>\$ 766,518</u>
<b>Total Operating Revenues</b>	<u>766,518</u>
<b>Operating Expenses</b>	
Claims and Legal Fees	<u>766,518</u>
<b>Total Operating Expenses</b>	<u>766,518</u>
<b>Operating Loss</b>	-
<b>Nonoperating Revenues</b>	
Interest Earned	<u>1,304</u>
<b>Change in Net Position</b>	1,304
<b>Net Position, Beginning of Year</b>	<u>1,755,752</u>
<b>Net Position, End of Year</b>	<u><u>\$ 1,757,056</u></u>

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

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Statement of Cash Flows**  
**Proprietary Fund - Internal Service Fund**  
**For the Year Ended June 30, 2015**

<b>Cash Flows from Operating Activities</b>	
Fund Premiums	\$ 766,518
Claims and Legal Fees	<u>(733,094)</u>
<b>Net Cash (Used for) Operating Activities</b>	<u>33,424</u>
<b>Cash Flows from Investing Activities</b>	
Interest Earned	<u>1,304</u>
<b>Net Cash Provided by Investing Activities</b>	<u>1,304</u>
<b>Net Decrease in Cash and Cash Equivalents</b>	34,728
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>1,844,096</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 1,878,824</u></u>
<b>Reconciliation of Operating Income (Loss) to Net Cash (Used for) Operating Activities</b>	
Operating Loss	\$ -
Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Change in Claims Payable	<u>33,424</u>
<b>Net Cash (Used for) Operating Activities</b>	<u><u>\$ 33,424</u></u>

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



Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

## ***FIDUCIARY FUND***

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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Fund Description  
Fiduciary Fund  
June 30, 2015**

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**Fiduciary Fund**

As the Ex-Officio Tax Collector of the Parish of St. Tammany, the Sheriff is responsible for collecting and disbursing ad valorem (property) taxes, parish occupational licenses, state revenue sharing funds, fines and costs, and bond forfeitures imposed by the district court. The Sheriff is also contracted to be the sole tax collector for the collection and distribution of sales and use taxes throughout the Parish. The Sheriff's Fiduciary Fund accounts for the collection and distribution of these funds.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statement of Net Position  
Fiduciary Fund  
June 30, 2015**

	<b>Agency Funds</b>
<hr/>	
<b>Assets</b>	
Cash and Interest-Bearing Deposits	<u>\$ 25,779,675</u>
<b>Total Assets</b>	<u><u>\$ 25,779,675</u></u>
<b>Liabilities</b>	
Due to Taxing Bodies, Prisoners and Others	<u>\$ 25,779,675</u>
<b>Total Liabilities</b>	<u><u>\$ 25,779,675</u></u>

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





Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

## ***NOTES TO THE FINANCIAL STATEMENTS***

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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 1. Summary of Significant Accounting Policies**

As provided by Article V, Section 27 of the Louisiana Constitution of 1974, the St. Tammany Parish Sheriff (the Sheriff) serves a four-year term as the Chief Executive Officer of the law enforcement district and Ex-Officio Tax Collector of St. Tammany Parish (the Parish). The Sheriff administers the Parish jail operations and exercises duties required by the Parish court system, such as providing bailiffs, executing orders of the court, serving subpoenas, et cetera.

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, investigations and other law enforcement activities. In addition, the Sheriff, when requested, provides assistance to other law enforcement agencies within the Parish, state or federal government.

As the Ex-Officio Tax Collector of the Parish, the Sheriff is responsible for collecting and disbursing ad valorem taxes, parish occupational licenses, state revenue sharing funds, fines and costs, and bond forfeitures imposed by the district court. The Sheriff is also contracted to be the sole tax collector for the collection and distribution of sales and use taxes throughout the Parish.

**Reporting Entity**

For financial reporting purposes, the Sheriff's basic financial statements include all funds that are controlled by the Sheriff as an independently elected Parish official. As an independently elected official, the Sheriff is solely responsible for the operations of his office. Other than certain operating expenditures of the Sheriff that are paid or provided by the St. Tammany Parish Council (the Parish Council) as required by Louisiana law, the Sheriff is financially independent. Accordingly, the Sheriff is a primary government for reporting purposes.

The criteria for including organizations as component units within the Sheriff's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include items such as whether the organization is legally separate, whether the Sheriff appoints a voting majority of the organization's board, whether the Sheriff is able to impose his will on the organization, et cetera.

Based on these criteria, the Sheriff has no component units.

**Basis of Presentation**

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

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Basis of Presentation (Continued)**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and the internal service fund. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

**Government-Wide Financial Statements**

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. The effect of interfund activity has been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported instead as general revenues.

**Fund Financial Statements**

The fund financial statements provide information about the Sheriff's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Sheriff reports the following major governmental funds:

- The General Fund is the primary operating fund of the Sheriff. It accounts for all the financial resources except those that are required to be accounted for in other funds.
- The Jail Special Revenue Fund accounts for the operations of the St. Tammany Parish Jail. Revenues include the proceeds of a dedicated  $\frac{1}{4}$  cent Sales and Use tax approved on January 17, 1998, for the expansion of the existing jail and to fund ongoing operations of the jail. Revenues also include reimbursements from the Louisiana Department of Corrections for the keeping of prisoners, and other grants and revenues. The fund also transfers monies to the St. Tammany Parish Council (the Parish Council) for repayment of a bond issue related to construction, maintenance, and ongoing operations of the jail.
- The Capital Projects Fund accounts for construction of new facilities and radio system infrastructure upgrades in St. Tammany Parish.

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Fund Financial Statements (Continued)**

Additionally, the Sheriff reports the following fund types:

- The Internal Service Fund is a proprietary fund used to account for the payment of liability claims and related expenses. Resources to fund the self-insurance plan are recorded as revenues. The cost of claims is recorded as an expense in the Internal Service Fund when the claims arise. Accrued liabilities include provisions for claims reported but not yet paid as of the fiscal year end.
- The Fiduciary Fund is used to report assets held in a trustee or agency capacity for others and, therefore, cannot be used to support the Sheriff's programs. The only funds accounted for in this category by the Sheriff are agency funds. The agency funds account for assets held by the Sheriff as an agent for various taxing bodies (tax collections) and for deposits held pending court action. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

During the course of operations the Sheriff has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due to/from other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

**Measurement Focus/Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Ad valorem taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Measurement Focus/Basis of Accounting (Continued)**

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Modified accrual accounting recognizes revenues when they become measurable and available. Measurable means that the dollar value of the revenue is known. Available means that it is collectible within the current period or soon enough after the end of the current period to pay liabilities of the current period. The Sheriff considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded generally when the related fund liability is incurred, except for interest and principal payment on general long-term debt, which are recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Ad valorem taxes, sales and use taxes, occupational licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the Sheriff.

The proprietary fund is reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The agency fund has no measurement focus but utilizes the *accrual basis of accounting* for reporting its assets and liabilities.

**Annual Budget**

The proposed 2014-2015 budgets for the General Fund and the Jail Special Revenue Fund were made available for public inspection at the Sheriff's office on June 12, 2014. A public hearing was held at the Sheriff's office for suggestions and comments from the general public on June 25, 2014. The budget, which includes proposed expenditures and the means of financing them, was published in the official journal prior to the public hearing. The Sheriff legally adopted the proposed budget on the date of the public hearing. The budget was amended on June 11, 2015 and was subsequently published in the official journal. All appropriations lapsed at year-end.

**Budgetary Basis of Accounting**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund and the Jail Special Revenue Fund with three exceptions: sales and use taxes and commissions associated with the collection are recognized as revenue in the month they are collected by the Sheriff, not in the month collected by the vendor; expenditures represented by unpaid invoices after the year-end cut-off and which were not encumbered are recognized when paid; and amounts paid under capital leases are budgeted as expenditures.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 1. Summary of Significant Accounting Policies (Continued)**

**Budgetary Basis of Accounting (Continued)**

Other funds do not have appropriated budgets since other means control the use of these resources.

The appropriated budget is prepared by fund, function, and department. Managers are allowed to transfer funds within their department's discretionary spending line items as long as the bottom line is not affected. Transfers of appropriations between departments require the approval of the Chief Financial Officer, Chief Deputy, or the Sheriff, as required. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

**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.

**Cash and Investments**

Cash includes amounts in demand deposits and interest-bearing demand deposits. Under state law, the Sheriff may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States. Deposits must be made in a bank domiciled or having branch offices in the parish where the funds are collected.

Investments are limited by Louisiana Revised Statute. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. At June 30, 2015, the Sheriff's investments consisted of U.S. government agency bonds, which are reported at fair value based on published market prices.

The Sheriff will have the following objectives with regard to Investments:

- Safety of invested funds;
- Maintenance of sufficient liquidity to meet cash flow needs;
- Attainment of the maximum yield possible consistent with the first two objectives.

**Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 1. Summary of Significant Accounting Policies (Continued)**

**Capital Assets**

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 Sheriff maintains a threshold level of \$2,500 or more for capitalizing assets.

Capital assets are recorded as expenditures in the governmental funds, and are recorded as assets in the government-wide Statement of Net Position. All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following estimated useful lives:

<b>Asset Class</b>	<b>Estimated Useful Lives</b>
Other Equipment	3 - 5 Years
Vehicles	3 - 5 Years
Communication Equipment	10 Years
Leasehold Improvements	5 - 30 Years
Buildings	30 Years

**Compensated Absences**

Employees of the Sheriff earn from 10 to 20 days of vacation leave depending on the length of their service. Vacation leave is earned in a lump sum on the employees' anniversary date and must be used prior to the next anniversary date. All vacation leave earned at June 30, 2015 will be used in the following year. It cannot be accumulated. Up to 40 hours of unused vacation is automatically rolled over for 30 days after their anniversary date per STPSO policy. An employee's supervisor may request an extension of time to the Director of Human Resources if more time is needed. Extended illness benefits (EIB) is earned at the rate of 4.62 hours per pay period and can be accumulated up to a maximum of 480 hours. EIB lapses upon termination. The following is a summary of the compensated absences liability for the fiscal year ended June 30, 2015.

<b>Balance July 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2015</b>	<b>Due within One Year</b>
1,263,078	2,083,585	(2,051,906)	1,294,757	1,294,757

**Interfund Transactions**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements.



**Note 1. Summary of Significant Accounting Policies (Continued)**

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**Net Position Classifications**

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

- **Net Investment in Capital Assets** - The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also should be included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at the end of the reporting period, the portion of the debt or deferred inflow of resources attributable to the unspent amount should not be included in the calculation of net investment in capital assets. Instead, that portion of the debt or deferred inflow of resources should be included in the same net position component (restricted or unrestricted) as the unspent amount.
- **Restricted Net Position** - consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or law through constitutional provisions or enabling legislation. Restricted for other purposes on the Statement of Net Position consist of grant related cash.
- **Unrestricted Net Position** - all other net position that do not meet the definition of "restricted" or "net investment in capital assets".

**Net Position Flow Assumption**

Sometimes the Sheriff will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Net Position Flow Assumption (continued)**

It is the Sheriff's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

**Fund Balance Classifications**

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Sheriff is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components - nonspendable, restricted, committed, assigned and unassigned.

- **Nonspendable** - This component includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact.
- **Restricted** - This component consists of amounts that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the Sheriff to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.
- **Committed** - This component consists of amounts that can only be used for specific purposes pursuant to constraints imposed by the Sheriff. Those committed amounts cannot be used for any other purpose unless the Sheriff removes or changes the specified use by taking the same type of action it employed previously to commit those amounts. Fund balance amounts are committed through a formal notification by the Sheriff.
- **Assigned** - This component consists of amounts constrained by the Sheriff's intent to be used for specific purposes, but are neither restricted nor committed. Fund balances may be assigned through the following: 1) The Sheriff assigns amounts for a specific purpose 2) All remaining positive spendable amounts in the governmental funds, other than the general fund, that are neither restricted nor committed.
- **Unassigned**- This classification represents amounts that have not been restricted, committed or assigned to specific purposes within the general fund. When both restricted and unrestricted resources are available for use, it is the Sheriff's policy to use restricted resources first, then unrestricted resources as they are needed. When unrestricted resources are available for use it is the Sheriff's policy to use committed resources first, then assigned, and then unassigned as they are needed.

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Fund Balance Flow Assumption**

Sometimes the Sheriff will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Sheriff's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**Proprietary Fund Operating and Nonoperating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from fund premiums and claims and legal fees. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Sheriffs' Pension and Relief Fund ("Fund") and additions to/deductions from the Fund's fiduciary net position have been determined on the same basis as they are reported by the Fund. 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.

**Impact of Recently Issued Accounting Principles**

The following statement of the Governmental Accounting Standards Board is effective for the Sheriff's 2015 fiscal year. The Sheriff has adopted and implemented these statements in the preparation of the financial statements for the year ended June 30, 2015.

1. *Statement No. 68 - Accounting and Financial Reporting for Pensions (2015)*
2. *Statement No. 69 - Government Combinations and Disposals of Government Operations (2015)*
3. *Statement No. 71 - Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68 (2015)*
4. *Statement No. 76 - The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments (2015)*

The following statements of the Governmental Accounting Standards Board will be effective for the Sheriff's 2016 fiscal year:

1. *Statement No. 72 - Fair Value Measurement and Application (2016)*
2. *Statement No. 73 - Accounting and Financial Reporting for Pensions and Related Assets that Are Not within the Scope of GASB Statement 68, and*

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 1. Summary of Significant Accounting Policies (continued)**

**Impact of Recently Issued Accounting Principles (continued)**

- Amendments to Certain Provisions of GASB Statement 67 and 68. (2016)*
3. *Statement No. 74 – Financial Reporting for Postemployment Benefit Plans Other Than Pension (2016)*
  4. *Statement No. 75 – Accounting and Financial Reporting for Postemployment Benefits Other than Pensions (2016)*
  5. *Statement No. 77 – Tax Abatement Disclosures (Periods beginning after December 31, 2015)*

The Sheriff is currently evaluating the effects that these statements will have in its financial statements for the years ended June 30, 2015.

**Note 2. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities**

The Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes a reconciliation between the net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$8,432,595 difference are as follows:

Capital Outlays	\$ 12,170,421
Depreciation Expense	<u>(3,737,867)</u>

Net adjustment to increase Net Changes in Fund Balances – Total Governmental funds to arrive at Change in Net Position of \$ 8,432,554 Governmental Activities

Another element of that reconciliation states that “Losses on the disposal of capital assets in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.” The detail of this \$44,213 as follows:

Net book value of capital assets disposed	\$ 44,213
Losses on disposal of capital assets	<u>\$ (44,213)</u>

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 2. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities (Continued)**

Another element of that reconciliation states that "The issuance of long-term debt (e.g., certificates of indebtedness) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position." The details of the \$318,071 difference are as follows:

Principal Repayments and Premium Amortization on Certificates of Indebtedness Payable	<u>318,071</u>
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The estimated amount due to Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) at June 30, 2015 is reflected as a current liability. The change in due to other governmental agencies reported in the Statement of Activities does not require the use of current financial resources and, therefore is not reported as an expenditure in the governmental funds. (Note 13, page 89)

Due to other governmental agencies	\$ 468,719
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Another element of that reconciliation states that "The change in compensated absences reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds." The detail of this \$31,679 difference is as follows:

Compensated Absences - Prior Year	\$ 1,263,078
Compensated Absences - Current Year	<u>(1,294,757)</u>

Net Adjustment to Decrease Net Changes in Fund Balances - Total Governmental Funds to Arrive at Change in Net Position of Governmental Activities	<u>\$ (31,679)</u>
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Another element of that reconciliation states that "The change in the net other post-employment benefit obligation reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds." The detail of this \$2,976,874 difference is as follows:

Net Other Post-Employment Benefit Obligation – Prior Year	\$ 12,963,752
Net Other Post-Employment Benefit Obligation – Current Year	<u>(15,940,626)</u>

Net Adjustment to Decrease Net Changes in Fund Balances – Total Governmental Funds to Arrive at Change in Net Position of Governmental Activities	<u>\$ (2,976,874)</u>
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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 3. Levied Taxes**

Ad Valorem taxes for the Sheriff are levied each November 1<sup>st</sup> on the assessed value listed, as of the prior January 1<sup>st</sup> for generally all real property, business merchandise and business movable property located in the Parish. Taxes are due and payable by December 31<sup>st</sup>. Assessed values are established by the St. Tammany Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. An evaluation of all property is required to be completed no less than every four years. The last evaluation was completed for the 2012 tax roll.

The following is a summary of authorized and levied ad valorem taxes for the year:

	Millage	Expiration Date
1998 Law Enforcement District	4.86	2018
Constitutional Law Enforcement District	6.80	N/A

These millages were adopted for the purpose of general law enforcement support.

**Note 4. Cash and Cash Equivalents**

At June 30, 2015, the Sheriff had \$53,500,781 (book balance) in interest-bearing demand deposits as follows:

	Government-Wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Total
Interest Bearing Deposits	\$ 27,721,106	\$ 25,779,675	\$53,500,781

These deposits are stated at cost, which approximates market.

*Custodial Credit Risk* - Custodial credit risk is the risk that in the event of a bank failure, the Sheriff's deposits may not be returned. As of June 30, 2015, the total bank balance of \$55,996,835 was secured from risk by \$408,540 of FDIC coverage and \$55,588,295 by a pledge of securities through a collateral agreement between Capital One, N.A.(the fiscal agent bank) and The Bank of New York. These securities are being held in the name of the pledging fiscal agent bank in a custodial bank that is mutually acceptable to the Sheriff and the fiscal agent bank.

Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities, plus the federal deposit insurance, must at all times equal the amount on deposit with the fiscal agent. The custodial bank must advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 5. Investments**

At June 30, 2015, the Sheriff had investments of \$651,704 in various securities.

**Interest Rate Risk**

<b>Investment</b>	<b>Maturity</b>	<b>Fair Value</b>
FNMA NTS Step-Up Bond	October 30, 2018	\$ 140,968
FNMA NTS	August 28, 2019	190,470
FHLB Bond Step-Up	September 30, 2019	96,445
FHLB Bond	March 28, 2023	153,307
Other	None	<u>70,514</u>
<b>Total</b>		<b><u>\$ 651,704</u></b>

The Sheriff does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

<b>Investment</b>	<b>Composite Rating</b>	<b>Percentage</b>
FNMA NTS Step-Up Bond	AA+	21.64%
FNMA NTS	AA+	29.23%
FHLB Bond Step-Up	AA+	14.80%
FHLB Bond	AA+	23.52%
Other	Varies	10.81%

The Sheriff does not have a formal investment policy regarding interest rate risk and investment credit risk.

The Sheriff has no formal limit on the amount the Sheriff may invest in any one issuer.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 6. Receivables**

The receivables at June 30, 2015, were as follows:

	General Fund	Jail Special Revenue Fund	Commissary Special Revenue Fund	Government Activities Total
Sales and Use Taxes	\$ 1,956,185	\$ -	\$ -	\$ 1,956,185
Ad Valorem Taxes	94,606	-	-	94,606
Due from St. Tammany Parish Council	-	1,956,185	-	1,956,185
Salary Reimbursements	448,909	21,819	-	470,728
Federal Funds	91,017	1,050,827	-	1,141,844
Fees, Charges and Commissions for Services	467,630	-	-	467,630
Other	28,018	1,754	-	29,772
	<u>\$ 3,086,365</u>	<u>\$ 3,030,585</u>		<u>\$ 6,116,950</u>

All receivables are considered to be fully collected within one year of the end of the fiscal year. No allowance for doubtful accounts is deemed necessary.



**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
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**Note 7. Capital Assets**

Capital assets activity for the year ended June 30, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Capital Assets, Not Being Depreciated</b>				
Construction in Progress	\$ 6,020,851	\$ 9,955,999	\$(9,595,691)	\$ 6,381,159
Land	2,878,144	-	-	2,878,144
<b>Total Capital Assets, Not Being Depreciated</b>	<b>8,898,995</b>	<b>9,955,999</b>	<b>(9,595,691)</b>	<b>9,259,303</b>
<b>Capital Assets, Being Depreciated</b>				
Leasehold Improvements	187,941	-	-	187,941
Buildings	12,516,861	9,590,720	-	22,107,581
Other Equipment	9,317,760	1,012,094	(286,892)	10,042,962
Communication Equipment	10,425,558	-	(3,731)	10,421,827
Vehicles	14,824,403	1,207,298	(1,133,075)	14,898,626
<b>Total Capital Assets, Being Depreciated</b>	<b>47,272,523</b>	<b>11,810,113</b>	<b>(1,423,698)</b>	<b>57,658,938</b>
<b>Less Accumulated Depreciation for:</b>				
Leasehold Improvements	(19,863)	(12,436)	-	(32,299)
Buildings	(3,406,669)	(493,056)	-	(3,899,725)
Other Equipment	(6,305,295)	(759,986)	283,478	(6,781,803)
Communication Equipment	(9,477,172)	(353,044)	3,731	(9,826,485)
Vehicles	(8,509,953)	(2,119,344)	1,092,276	(9,537,021)
<b>Total Accumulated Depreciation</b>	<b>(27,718,952)</b>	<b>(3,737,867)</b>	<b>1,379,485</b>	<b>(30,077,334)</b>
<b>Total Capital Assets Being Depreciated, Net</b>	<b>19,553,571</b>	<b>8,072,246</b>	<b>(44,213)</b>	<b>27,581,604</b>
<b>Governmental Activities - Capital Assets, Net</b>	<b>\$ 28,452,566</b>	<b>\$ 18,028,245</b>	<b>\$(9,639,904)</b>	<b>\$ 36,840,907</b>

Depreciation expense of \$3,737,867 was charged to governmental activities- public safety for the year ended June 30, 2015.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 7. Capital Assets (Continued)**

**Reconciliation of Total Capital Assets to Capital Outlay  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds**

Total Capital Assets, Not Being Depreciated	\$ 9,955,999
Total Capital Assets, Being Depreciated	11,810,113
Transfer of Construction in Process to Buildings	<u>(9,595,691)</u>
Governmental Funds Capital Outlay	<u><u>12,170,421</u></u>

**Note 8. Leases**

**Operating Leases**

The Sheriff is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations and, therefore, the results of the lease agreements are not reflected in the Sheriff's Statement of Net Position. Lease payments of \$311,805 were made during the year ended June 30, 2015 for rental of buildings and other infrastructure used in the operation of the Sheriff's office. These amounts are reported as Public Safety expenses in the Statement of Activities and Operating Expenditures in the Statement of Revenues, Expenditures, and Changes in Fund Balance.

The following is a schedule of future minimum lease payments at June 30<sup>th</sup>:

2016	\$ 345,247
2017	262,714
2018	217,399
2019	218,201
2020	219,026
Thereafter	<u>2,974,572</u>
<b>Total Future Minimum Lease Payments</b>	<u><u>\$ 4,237,159</u></u>

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
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**Note 9. Long-Term Debt**

The following is a summary of long-term debt of the Sheriff for the year ended June 30, 2015:

St. Tammany Parish Sheriff's Office  
Long Term Debt

Type of Debt	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Certificate of Indebtedness					
Series 2011	7,215,000	-	(295,000)	6,920,000	310,000
Certificate of Indebtedness					
Series 2014	15,746,072	-	(23,071)	15,723,001	908,071
Total Governmental Activities					
Long-term Liabilities	<u>22,961,072</u>	<u>-</u>	<u>(318,071)</u>	<u>22,643,001</u>	<u>1,218,071</u>

At June 30, 2015, the Sheriff was obligated under the following agreements:

On August 1, 2011, the Sheriff issued Limited Tax Revenue Bonds, Series 2011 in the amount of \$8,000,000, maturing on March 1, 2031. The bonds were issued for the purpose of building a new crime lab facility in Slidell, Louisiana, making capital improvements, including the acquisition of furnishings and equipment, and paying the costs of issuance thereof. Principal is payable in annual installments with semi-annual interest payments with variable rates. As of June 30, 2015, the bonds held a variable rate of 2.00%. The long-term debt is secured by excess revenue of the Sheriff.

On March 20, 2015, the Sheriff issued Limited Tax Revenue Bond, Series 2014 in the amount of \$15,400,000, maturing on March 1, 2029. A bond premium was included at disbursement in the value of \$346,072. The bonds were issued for the purpose of acquiring a radio system and paying the costs incurred in connection with the issuance thereof. Principal is payable in annual installments with semi-annual interest payments with variable rates. As of June 30, 2015, the bonds held a variable rate of 2.0%. The long-term debt is secured by excess revenue of the Sheriff.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
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**Note 9. Long-Term Debt (continued)**

Total future principal and interest payments under the certificates of indebtedness were as follows:

<b>Year Ending June 30</b>	<b>Principal</b>	<b>Bond Premium</b>	<b>Total Principal and Bond Premium</b>	<b>Interest</b>	<b>Total</b>
2016	\$ 1,195,000	\$ 23,071	\$ 1,218,071	\$ 695,506	\$ 1,913,577
2017	1,230,000	23,071	1,253,071	671,606	1,924,677
2018	1,275,000	23,071	1,298,071	430,812	1,728,883
2019	1,325,000	23,071	1,348,071	614,956	1,963,027
2020	1,370,000	23,071	1,393,071	584,956	1,978,027
Thereafter	15,925,000	207,646	16,132,646	3,218,570	19,351,216
<b>Total</b>	<b>\$ 22,320,000</b>	<b>\$ 323,001</b>	<b>\$ 22,643,001</b>	<b>\$ 6,216,407</b>	<b>\$ 28,859,408</b>

Standard & Poor's Public Financing Ratings, a Division of The McGraw-Hill Companies, Inc. ("S&P") has assigned the Series 2011 and the Series 2014 Bonds a municipal Debt rating of "AA" (stable). S&P defines a "AA" rating as having a very strong capacity to meet financial commitments.

**Note 10. Post-Employment Benefits**

**Plan Description**

The St. Tammany Parish Sheriff's Office's medical, dental and life insurance benefits are provided to employees upon actual retirement.

The employer pays 100% of the medical/dental coverage for the retiree only (not dependents) for those who were eligible and covered under the Plan prior to September 1, 2012. Future retirees who become eligible and covered under the Plan as of September 1, 2012 will pay a certain percentage of their premiums similar to the contribution structure of the pension plan upon their retirement. Employees are covered by the Louisiana Sheriffs' Pension and Relief Fund, whose retirement eligibility (D.R.O.P. entry) provisions as follows: 30 years of service at any age; or, age 55 and 12 years of service.

Life insurance coverage is available to retirees after retirement by election. The retiree "pays" for 100% of the cost of the retiree life insurance, but it is a blended rate. Since GASB Codification Section P50 requires the use of "unblended" rates, we have used the 94GAR mortality table described below to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. Thus, the implicit employer subsidy is the unblended rate thus determined less the blended rate paid by the retiree. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
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**Note 10. Post-Employment Benefits (continued)**

**Plan Description (continued)**

trend was used for life insurance. Insurance coverage amounts are reduced at to 75% of the original amount at age 65 and to 50% of the original amount at age 70. It has been assumed that 15% of retirees decline life insurance at time of retirement.

**Contribution Rates**

Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

**Funding Policy**

Until 2008, the St. Tammany Parish Sheriff recognized the cost of providing post-employment medical and life insurance benefits (the St. Tammany Parish Sheriff's portion of the retiree medical and life insurance benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2015 and 2014, the St. Tammany Parish Sheriff's portion of health care and life insurance funding cost for retired employees totaled \$1,086,776 and \$949,118, respectively.

Effective July 1, 2008, the St. Tammany Parish Sheriff implemented Government Accounting Standards Board Codification Section P50, Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions (GASB Codification Section P50). This amount was applied toward the Net OPEB Benefit Obligation as shown in the following table.

**Annual Required Contribution**

The St. Tammany Parish Sheriff's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB Codification Section P50. The ARC is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB Codification Section P50) has been used for the post-employment benefits. The actuarially computed ARC is as follows:

	<u>2015</u>	<u>2014</u>
Normal cost	\$ 1,826,821	\$ 1,585,123
30-year UAL amortization amount	2,467,974	2,012,995
Annual required contribution (ARC)	<u>\$ 4,294,795</u>	<u>\$ 3,598,118</u>

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

**Note 10. Post-Employment Benefits (Continued)**

**Net Post-employment Benefit Obligation (Asset)**

The table below shows the St. Tammany Parish Sheriff's Net Other Post-employment Benefit (OPEB) Obligation for fiscal years ending June 30:

	<u>2015</u>	<u>2014</u>
Beginning Net OPEB Obligation	\$ 12,963,752	\$ 10,502,004
Annual required contribution	4,294,795	3,598,118
Interest on Net OPEB Obligation	518,550	420,080
ARC Adjustment	<u>(749,695)</u>	<u>(607,332)</u>
OPEB Cost	4,063,650	3,410,866
Contribution to Irrevocable Trust	-	-
Current year retiree premium	<u>(1,086,776)</u>	<u>(949,118)</u>
Change in Net OPEB Obligation	<u>2,976,874</u>	<u>2,461,748</u>
Ending Net OPEB Obligation	\$ <u>15,940,626</u>	\$ <u>12,963,752</u>

The following table shows St. Tammany Parish Sheriff's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability for last year and this year:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net OPEB Liability (Asset)</u>
June 30, 2015	\$ 4,063,650	26.74%	\$ 15,940,626
June 30, 2014	\$ 3,410,866	27.83%	\$ 12,963,752

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 10. Post-Employment Benefits (Continued)**

**Funded Status and Funding Progress**

In 2015 and 2014, the St. Tammany Parish Sheriff made no contributions to its post employment benefits plan. The plan is not funded, has no assets, and hence has a funded ratio of zero. Based on the July 1, 2014 actuarial valuation, the most recent valuation, the Actuarial Accrued Liability (AAL) at the end of the year June 30, 2015 was \$44,383,418 which is defined as that portion, as determined by a particular actuarial cost method (the St. Tammany Parish Sheriff uses the Projected Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost.

	<b>2015</b>	<b>2014</b>
Actuarial Accrued Liability (AAL)	\$ 44,383,418	\$ 36,201,512
Actuarial Value of Plan Assets (AVP)	-	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 44,383,418</u>	<u>\$ 36,201,512</u>
Funded Ratio (AVP/AAL)	0%	0%
Covered Payroll (Active Plan Members)	\$ 31,601,766	\$ 31,686,247
UAAL as a Percentage of Covered Payroll	140.45%	114.25%

**Actuarial Methods and Assumptions**

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the St. Tammany Parish Sheriff and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the St. Tammany Parish Sheriff and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the St. Tammany Parish Sheriff and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

**Note 10. Post-Employment Benefits (Continued)**

**Actuarial Cost Method**

The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality and turnover.

**Actuarial Value of Plan Assets**

There are not any plan assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Codification Section P50.

**Turnover Rate**

An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce a composite average annual turnover of approximately 12%.

**Post employment Benefit Plan Eligibility Requirements**

Although employees may retire at age 55 and 12 years of service, historically they have tended to wait until 30 years of retirement. To accommodate this historical tendency, we have assumed that actual retirement (and commencement of OPEB benefits) occurs at the earlier of 30 years of service and age 60 and 15 years of service. Medical benefits are provided to employees upon actual retirement.

**Investment Return Assumption (Discount Rate)**

GASB Codification Section P50 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation.

**Health Care Cost Trend Rate**

The expected rate of increase in medical cost is based on a graded schedule beginning with 8% annually, down to an ultimate annual rate of 5.0% for ten years out and later.

**Mortality Rate**

The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rates and 50% of the unloaded female mortality rates, is used. This is a recently published mortality table which has been used in determining the value of accrued benefits in defined benefit pension plans. Projected future mortality improvement has not been used since it is our opinion that this table contains sufficiently conservative margin for the population involved in this valuation.



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ST. TAMMANY PARISH, LOUISIANA  
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**Note 10. Post-Employment Benefits (Continued)**

**Method of Determining Value of Benefits**

The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The medical rates provided are "blended" rates for active and retired before Medicare eligibility, so we have estimated the "unblended" rates for retirees before Medicare as 130% of the blended rate, as required by GASB Codification Section P50 for valuation purposes.

**Inflation Rate**

Included in both the Investment Return Assumption and the Healthcare Cost Trend rates above is an implicit inflation assumption of 2.50% annually.

**Projected Salary Increases**

This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

**Post-retirement Benefit Increases**

The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

Below is a summary of OPEB cost and contributions for the last three fiscal calendar years.

	OPEB Costs and Contributions		
	2015	2014	2013
OPEB Cost	\$ 4,063,650	\$ 3,410,866	\$ 3,315,930
Contribution	-	-	-
Retiree premium	1,086,776	949,118	878,813
Total contribution and premium	1,086,776	949,118	878,813
Change in net OPEB obligation	<u>\$ 2,976,874</u>	<u>\$ 2,461,748</u>	<u>\$ 2,437,117</u>
% of contribution to cost	0.00%	0.00%	0.00%
% of contribution plus premium to cost	26.74%	27.83%	26.50%

**Note 11. Pension Plan**

**Plan Description**

Substantially all employees of the St. Tammany Parish Sheriff's office participate in the Sheriffs' Pension and Relief Fund ("Fund"). The Fund is a cost-sharing multiple-employer defined benefit pension plan established in accordance with the provisions of

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ST. TAMMANY PARISH, LOUISIANA  
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**Note 11. Pension Plan (continued)**

Louisiana Revised Statute 11:2171 to provide retirement, disability and survivor benefits to employees of sheriff's offices throughout the State of Louisiana, employees of the Louisiana Sheriffs' Association, and the employees of the Fund. The Sheriffs' Pension and Relief Fund issues a publically available financial report that includes its financial statements and required supplementary information. The report is available on the Louisiana Legislative Auditor's website at [www.lla.la.gov](http://www.lla.la.gov) or may be obtained by writing to the Sheriff's Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, Louisiana 70802.

**Benefits Provided**

All sheriffs and deputies who are found to be physically fit, who earn at least \$1,000 and who at the time of original employment was age 18 or older are required to participate in the pension plan. The Fund provides retirement, disability and survivor benefits as follows:

Retirement benefits

Members who became 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.

Members who became eligible for membership 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.

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**Note 11. Pension Plan (continued)**

<u>Eligible for Membership</u>	<u>Calculation of Average Final Compensation</u>
On or Before June 30, 2006	Average monthly earnings during the highest thirty-six consecutive months or joined months if service was interrupted. 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.
After June 30, 2006 and Before July 1, 2013	Average monthly earnings during the highest sixty consecutive months or joined months if service was interrupted. Earnings to be considered to each twelve-month period within the sixty month period shall not exceed 125% of the preceding twelve-month period.
After July 1, 2013	Average monthly earnings during the highest sixty consecutive months or joined months if service was interrupted. 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 occurs; there are no service requirements for a service related disability. Benefits shall be the lesser of 1) a sum equal to the greatest of 45% of average final compensation or the member's accrued retirement benefit at the time of the 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 received 75% of the amount payable for total disability.

Survivor benefits

Survivor benefits for death solely as a result on injuries received in the line of duty are based on the following: For a spouse alone, a sum equal to 50% of the member's average final 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 average final 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 average final compensation up to a maximum of 60% of average final 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 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

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**Note 11. Pension Plan (continued)**

twenty-two, 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.

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 average final 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, average final 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 on 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.

Cost of Living Adjustments

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**

According to state statute, contribution requirements for all employers are actuarially determined each year. The Sheriff's actuarially required contribution rate for fiscal year ended Jun 30, 2015 was 12.07% of annual covered payroll. Employees are required to contribute 10.25% of their annual pay. In addition, the Fund also received non-employer contributions including ad valorem taxes, insurance premium taxes and state revenue sharing funds. The Sheriff's allocation percentage of these additional sources of income, which are not considered special funding situations, are recognized as revenue and excluded from pension expense.

The Sheriff's proportionate share of employer contributions for the measurement period was \$4,449,870 and the proportionate share of non-employer contributions was \$1,773,839. The Sheriff's actuarially required contribution rate was 14.33% during the measurement period. The Sheriff's actual employer contribution rate was 13.89% with

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**Note 11. Pension Plan (continued)**

an additional .61% from the Funding Deposit Account. The actual rate differs from the actuarially required rate due to state statutes that require the contribution rate be calculated and set two years prior to the year effective.

The Sheriff's actual contributions to the pension for the years ended June 30, 2015, 2014, and 2013 were \$4,741,007, \$4,467,611, and \$4,257,301, respectively.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2015, the Sheriff's office reported a liability of \$19,719,771 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Sheriff's reported liability at June 30, 2015 decreased by \$14,269,388 from the prior year liability of \$33,989,159 because of changes in the Fund's net pension liability and the Sheriff's proportionate share of that liability.

The Sheriff's allocation of the net pension liability was based on the Sheriff's projected contribution effort to the plan for the next fiscal year as compared to the total of projected contributions of all participants, actuarially determined. At June 30, 2014, the Sheriff's proportion was 4.979735%, which was a decrease of .091802% from the 5.071537% proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the Sheriff recognized pension expense of \$2,267,141.



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**Note 11. Pension Plan (continued)**

Differences between contributions remitted to the Fund during the measurement period and the employer's proportionate share of contributions are recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan.

Deferred outflows of resources related to pensions resulting from the sheriff's contributions subsequent to the measurement date in the amount of \$4,741,007 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30th	Amount
2016	\$ (2,520,152)
2017	(2,520,152)
2018	(2,520,152)
2019	(2,520,152)
2020	(214,471)
	<u>\$ (10,295,079)</u>

Actuarial Assumptions

The total net pension liability in the June 30, 2014 actuarial valuation of the Fund was determined using the following actuarial assumptions:

Investment Rate of Return	7.7%, net of investment expense
Projected Salary Increases	6% (3% Inflation, 3% Merit)
Mortality Rates	RP-2000 Employee Mortality Table (set back 1 Year) RP-2000 Disabled Lives Mortality Table RP-2000 Healthy Annuitant Mortality Table (set back 1 year)

Expected Remaining Service Lives 6 years

Cost of Living Adjustments The present value of future retirement benefits is based on benefits currently being paid by the Fund and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the board of trustees as they were deemed not to be substantively automatic.

The mortality rate assumptions were set after reviewing an experience study performed over the period of July 1, 2004 through June 30, 2009. The data was then assigned

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 11. Pension Plan (continued)**

credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the Fund's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that these tables would produce liability values approximating the appropriate generational mortality tables used.

The discount rate used to measure the total pension liability was 7.7 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the Fund's actuary. Based on these assumptions the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. For the June 30, 2013 valuation, the discount rate used to measure the total pension liability was 7.8 percent.

Sensitivity of the Sheriff's proportionate share of the net pension liability to changes in the discount rate

The following presents the Sheriff's proportionate share of the net pension liability calculated using the discount rate of 7.7 percent, as well as what the Sheriff's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.7 percent) or 1 percentage point higher (8.7 percent) than the current rate:

1 % Decrease	Current Discount Rate	1% Increase
6.7%	7.7%	8.7%
\$ 39,070,340	\$ 19,719,771	\$ 3,492,498

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Sheriffs' Pension and Relief Fund's financial report.

**Note 12. Deferred Compensation Plan**

Employees of the Sheriff may elect to participate in the Louisiana Public Employees Deferred Compensation Plan adopted under the provisions of the Internal Revenue Code Section 457. Complete disclosures relating to the Deferred Compensation Plan are included in the separately issued audit report for the Plan, available from the Louisiana Legislative Auditor, P.O. Box 94397, Baton Rouge, Louisiana 70804-9397.

Currently, the Sheriff does not contribute to the deferred compensation plan.



**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 13. Litigation and Contingency**

From time to time the Sheriff is involved in litigation arising from normal day to day operations. In the opinion of the Sheriff's legal counsel, financial exposure to and the resolution of these lawsuits does not create a liability to the Sheriff in excess of insurance coverage, nor does any lawsuit present a materially adverse impact on the operations of the office.

During the fiscal year ended June 30, 2012, the Office of Inspector General audited grant award funds received from the Federal Emergency Management Agency (FEMA), whereas FEMA disallowed certain expenses submitted for reimbursement. The Sheriff disputed the results of that audit and further review was done. An agreement was reached to allow the Sheriff to net all balances of reimbursement funds due to the Sheriff and refunds due to Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) however grants due to the Sheriff are still under review. The estimated amount due of \$468,719 is reflected as a current liability on the 2015 statement of net position.

There currently exists a dispute between the Sheriff and the Northshore Workforce, L.L.C. ("NSWF") as to the Sheriff's early termination of the contract between the parties for cause, bearing on issues of public safety and the damage to the good name and reputation of the St. Tammany Parish Sheriff's Office (STPSO). In late 2014, council for the STPSO attempted to have the 22nd Judicial District Court resolve the matter by declaratory judgment, but the court ruled that the matter had to proceed to arbitration pursuant to the contract. The case is currently in arbitration proceedings to settle this dispute, and a trial date is set for February 15, 2016. Council for the STPSO has evaluated NSFW's claim against the STPSO, and while they feel NSFW will not be successful, have indicated the Sheriff's exposure to be limited to the amount of the balance owed on the contract which is estimated to be \$2.5 million.

**Note 14. Changes in Agency Fund Balances**

A summary of changes in balances due to taxing bodies, prisoners and others follows:

	Sheriff's Fund	Tax Collector Fund	Jail Agency Fund	Work Release Fund	Fines and Cost Fund	Total
<b>Balance at June 30, 2014</b>	\$ 1,875,480	\$ 22,458,972	\$ 460,017	\$ 3,362	\$ 505,204	\$ 25,303,035
Additions	13,019,287	495,993,798	667,133	2	4,964,748	514,644,968
Deductions	(12,950,803)	(495,503,587)	(712,380)	-	(5,001,558)	(514,168,328)
<b>Balance at June 30, 2015</b>	\$ 1,943,964	\$ 22,949,183	\$ 414,770	\$ 3,364	\$ 468,394	\$ 25,779,675

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 15. Self-Insurance**

The Sheriff 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 Sheriff has contracted with various insurers to cover his risk of loss on assets, which he owns, with the exception of motor vehicles for which he retains the risk of loss. The Sheriff has retained a portion of his risks as to general and police professional liability for which he has established an internal service fund to account for and finance his portion of these risks.

**Liability Risk Management**

The Sheriff has established a self-insurance fund for his deductible for general liability, police professional liability, practice liability and automobile liability. The Sheriff participates in insurance contracts for the coverage of general liability, police professional liability, practice liability, and automobile liability and buildings and contents.

Limit of coverage is \$3,000,000. The Sheriff self-insures the deductible of \$500,000 per incident for general liability, police professional liability, practice liability, and automobile liability. The Sheriff covers each occurrence up to a maximum of \$1,000,000 aggregate per claim year for all liability insurances. The cost of claims is recorded as an expense in the Internal Service Fund when the claims arise. Resources to fund the plan are recorded as revenues. Settlements have not exceeded coverage's for each of the past three fiscal years. Insurance coverage's have not significantly changed from prior year. Claim liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Claim liabilities include an amount for claims that have been incurred but not paid as of June 30, 2015. These liabilities are recorded at their present value of \$121,768

Changes in the balances of claim liabilities during fiscal years 2015, 2014 and 2013, are as follows:

	2015	2014	2013
Beginning of Year Liability	\$ 88,344	\$ 257,803	\$ 668,657
Claims and Legal Fees	766,518	846,409	1,852,764
Payments	(733,094)	(1,015,868)	(2,263,618)
<b>Balance at Fiscal Year End</b>	<b>\$ 121,768</b>	<b>\$ 88,344</b>	<b>\$ 257,803</b>

**Note 16. Taxes Paid Under Protest**

The unsettled balances due to taxing bodies and others at June 30, 2015, include taxes paid under protest, plus interest earned to date on the investment of these funds, totals \$529,169.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 17. Intergovernmental Agreement**

On April 6, 2004, the Parish Council and the Sheriff entered into an intergovernmental agreement whereby the Sheriff has assumed responsibility for operation, maintenance, administrative, medical, and feeding and keeping of prisoners expenditures of the jail. This agreement has been extended through December 31, 2015.

**Note 18. Expenditures of the Sheriff Paid by the Parish Council**

The Sheriff occupies two facilities owned by the Parish, the jail and the old crime lab building that as of April 2015 is being utilized by the jail. Expenditures related to the crime lab building prior to the jail occupancy in April 2015 were paid from the Sheriff's General Fund. The cost of maintaining and operating the jail, as required by Louisiana Revised Statute 33:4715, is paid by sales and use tax, which is collected by the Sheriff.

**Note 19. Excess of Expenditures Over Appropriations**

For the year ended June 30, 2015, expenditures exceeded appropriations in the General Fund by \$843,504; however, excess of actual revenues over budgeted revenues plus last year's fund balance was available to fund those expenditures.

For the year ended June 30, 2015, expenditures were below appropriations in the Jail Special Revenue Fund by \$36,624; actual revenues exceeded budgeted revenues during this fiscal year.

**Note 20. Interfund Transactions**

Transfers between funds for the year ended June 30, 2015, are as follows:

	<b>Transfers In</b>	<b>Transfers Out</b>
General Fund	\$ -	\$ 1,621,902
Jail Special Revenue Fund	450,000	-
Capital Projects Fund	1,329,759	-
Bond Sinking Fund	971,902	-
Crime Lab Special Revenue Fund	-	1,129,759
<b>Total</b>	<b>\$ 2,751,661</b>	<b>\$ 2,751,661</b>

Interfund transfers are used to fund the operating expenses of various funds.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

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**Note 21. Jail Special Revenue Fund Financial Reporting**

During the fiscal year ending June 30, 2012, the Sheriff's office began issuing Jail Financial Reports to the St. Tammany Parish Government on a quarterly basis, per the recommendation of the Louisiana Legislative Auditors draft report dated December 20, 2010. During the fiscal year ending June 30, 2015, the Sheriff's office issued quarterly Jail Financial Reports and an annual report.

**Note 22. Ex-Officio Tax Collector**

At June 30, 2015, the Tax Collector Fund had cash and interest-bearing deposits on hand totaling \$22,949,183. The Tax Collector Fund had collected ad-valorem taxes and had ad-valorem taxes uncollected for the year ended June 30, 2015, by taxing body as follows:

Taxing Bodies	Advalorem Tax Collected	Advalorem Tax Uncollected
Alimony 1	\$ 3,814,140	\$ 200,519
Alimony 2	715,121	41,382
Animal Shelter	1,485,934	81,134
Assessor	4,702,797	255,213
City of Covington	2,684,521	68,276
City of Mandeville	2,680,212	53,175
City of Slidell	6,240,378	529,199
Coroner's Millage	5,175,434	301,017
Council on Aging/STARC	2,954,349	162,678
Drain District #2 Phs. 2	3,809	-
Drain District #5 Gravity	164,674	6,079
Drain District #5 Phs. 1	52,538	18,400
Drainage District #4	165,300	1,046
Drainage Maintenance	3,199,131	173,910
Fire District #1	16,585,147	1,161,037
Fire District #1 Parcel Fee	1,277,861	10,684
Fire District #11	1,007,362	72,351
Fire District #12	5,798,807	161,063
Fire District #13	2,119,004	173,761
Fire District #2	3,300,049	102,486
Fire District #3	1,649,269	98,395
Fire District #4	12,194,053	595,665
Fire District #5	781,494	38,634
Fire District #6	435,090	19,980

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Notes to Financial Statements**

**Note 22. Ex-Officio Tax Collector (continued)**

Taxing Bodies	Advalorem Tax Collected	Advalorem Tax Uncollected
Fire District #7	705,647	71,008
Fire District #8	1,084,456	86,262
Fire District #9	764,000	63,357
Florida Parish Juvenile Ctr.	4,807,415	261,980
Law Enforcement	21,275,218	1,073,486
Library	9,352,760	505,179
Lighting Dist. #16	43,248	2,092
Lighting District # 6	87,413	1,161
Lighting District #1	195,844	11,225
Lighting District #11	7,175	150
Lighting District #14	14,700	300
Lighting District #15	7,205	213
Lighting District #4	280,681	23,355
Lighting District #5	17,202	317
Lighting District #7	273,128	13,378
LTC Assmnt Fee Other	4,221	4
LTC Assmnt/Public Ser.	12,754	1,177
Mosquito District #2	7,516,778	423,591
Northshore Harbor Center	2,625,337	199,785
Parish Code Enforcement	6,984	111,060
Public Health	3,199,116	172,837
Recreation Dist. 1 Special	292,517	4,482
Rec. Dist 1 Special 2	200,355	1,204
Recreation Dist. 6	303,446	15,185
Recreation District #1	4,169,935	204,173
Recreation District #11	568,095	25,074
Recreation District #12	344,315	17,000
Recreation District #14	2,198,534	103,222
Recreation District #2	15,992	6,984
Recreation District #4	380,358	22,690
Recreation District #7	139,033	11,599
Road Lighting District #10	1,600	4

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

**Note 22. Ex-officio Tax Collector (Continued)**

<b>Taxing Bodies</b>	<b>Advalorem Tax Collected</b>	<b>Advalorem Tax Uncollected</b>
Road Lighting District #9	72,744	613
School Add. Support II	5,245,353	130,125
School Bldg. Repair	5,980,436	322,573
School Contruction Tax	6,609,941	356,850
School District #12	31,300,782	1,824,771
School Maint. Operations	8,411,095	450,780
School Operation & Maint.	61,668,903	3,334,712
Sewerage District # 6	-	700
Slidell Hospital District	4,249,161	314,815
Sub-Drainage Dist. 3 of Gravity	60,200	-
Sub-Drainage District #1	82,680	-
Sub-Drainage District #2	121,750	18
TBRLAND Fire Protection	16,937	-
Town of Abita Springs	322,374	16,333
Town of Madisonville	116,686	2,574
Town of Pearl River	274,974	79,602
Water District #2	123,809	4,136
<b>Total</b>	<b>\$ 264,739,761</b>	<b>\$ 14,598,220</b>

The majority of uncollected taxes consist of adjudications of immovable property and movable (business) taxes.

The total Occupational License collections on behalf of other taxing authorities for the year ended June 30, 2015 are as follows:

<b>Taxing Authority</b>	<b>Total Collections</b>	<b>Collection Cost</b>	<b>Final Distribution</b>
St. Tammany Parish Government	\$ 3,677,336	\$ 551,877	\$ 3,125,459

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Notes to Financial Statements**

**Note 22. Ex-officio Tax Collector (Continued)**

The total Sales Tax collections on behalf of other taxing authorities for the year ended June 30, 2015 is as follows:

<b>Taxing Authority</b>	<b>Total Collections</b>	<b>Collection Cost</b>	<b>Final Distribution</b>
St. Tammany Parish School Board 1966	\$ 44,518,238	\$ 510,730	\$ 44,007,508
St. Tammany Parish School Board 1977	44,518,238	510,730	44,007,508
Law Enforcement District	11,129,324	127,678	11,001,646
District No. 3	43,432,302	497,489	42,934,813
Motel Tourist Commission	1,520,529	17,474	1,503,055
Recreation District	17,846	206	17,640
St. Tammany Events Center Hotel Occupancy	316,704	3,693	313,011
City of Slidell	19,019,839	218,148	18,801,691
City of Mandeville	14,684,916	169,435	14,515,481
City of Covington	10,890,139	125,272	10,764,867
Town of Pearl River	1,402,290	15,834	1,386,456
Town of Madisonville	974,277	11,179	963,098
Town of Abita Springs	817,790	9,402	808,388
Nord Du Lac	522,456	5,985	516,471
Rooms to Go	53,150	601	52,549
Summit Fremaux	389,755	4,345	385,410
Village of Folsom	687,684	7,860	679,824
City of Sun	61,165	645	60,520
Jail Expansion	11,127,077	127,653	10,999,424
New Courthouse	11,127,077	127,653	10,999,424
Northshore Square EDD	29,307	-	29,307
Camellia Square	64,047	744	63,303
Camellia Square Hotel	32,808	373	32,435
<b>Total</b>	<b>\$217,336,958</b>	<b>\$2,493,129</b>	<b>\$214,843,829</b>

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Notes to Financial Statements**

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**Note 23. Change in Accounting Principles**

Net Position for Governmental Activities as of July 1, 2014 has been restated as follows for the implementation of 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.

Net Position-Beginning of Year, as previously reported	\$	30,887,771
Prior period adjustment-Implementation of GASB 68:		
Net Pension liability (measurement date-June 30, 2013)		(33,989,159)
Deferred outflows-Contributions made during fiscal year 2014		<u>4,467,611</u>
Total prior period adjustment		(29,521,548)
Net position-Beginning of Year, as restated	\$	<u>1,366,223</u>





Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

***REQUIRED SUPPLEMENTAL INFORMATION (PART II)***

**SCHEDULE OF FUNDING PROGRESS OTHER POST EMPLOYMENT BENEFITS**

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ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Schedule of Funding Progress  
Other Post-Employment Benefits

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/2015	\$ -	\$ 44,383,418	\$ 44,383,418	0%	\$ 44,383,418	140.45%
6/30/2014	-	36,201,512	36,201,512	0%	31,686,247	114.25%
6/30/2013	-	34,809,146	34,809,146	0%	31,467,203	110.62%
6/30/2012	-	29,730,239	29,730,239	0%	31,789,192	93.52%
6/30/2011	-	28,586,768	28,586,768	0%	30,077,413	95.04%
6/30/2010	-	23,040,364	23,040,364	0%	29,040,198	79.34%
6/30/2009	-	21,302,112	21,302,112	0%	29,491,038	72.23%

Notes to Required Supplemental Information

Effective July 1, 2008, the Sheriff implemented GASB 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions*. Refer to the notes of the financial statements for additional information.

See independent auditor's report.

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Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

***REQUIRED SUPPLEMENTAL INFORMATION (PART III)***

**SCHEDULE OF PENSION FUNDING - SHERIFF'S PENSION AND RELIEF FUND**

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ST. TAMMANY PARISH, LOUISIANA  
 ST. TAMMANY PARISH SHERIFF  
 Schedule of Proportionate Share of the Net Pension Liability  
 Sheriff's Pension and Relief Fund  
 Last Two Fiscal Years

	Fiscal Years	
	2015	2014
Proportion of the net pension liability	4.497974%	5.071537%
Proportionate share of the net pension liability	\$ 19,719,771	\$ 33,989,159
Covered-employee payroll during measurement period	\$ 32,164,226	\$ 32,130,574
Proportionate share of the net pension liability as a percentage of its covered-employee payroll	61.31%	105.78%
Plan fiduciary net position as a percentage of the total pension liability	87.34%	77.22%

Notes:

The measurement period for the net pension liability for the years ended June 30, 2015 and 2014 is June 30, 2014 and 2013, respectively.

Information related to 2013 through 2006 is not available.

**ST. TAMMANY PARISH, LOUISIANA  
ST. TAMMANY PARISH SHERIFF  
Schedule of Pension Contributions  
Sheriff's Pension and Relief Fund  
Last Three Fiscal Years**

	2015	Fiscal Years 2014	2013
Statutorily required contributions	\$ 4,741,007	\$ 4,467,611	\$ 4,257,301
Contributions in relation to the statutorily required contributions	(4,741,007)	(4,467,611)	(4,257,301)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll during fiscal year	\$ (33,270,225)	\$ (32,164,226)	\$ (32,130,574)
Contributions as a percentage of covered-employee payroll	14.25%	13.89%	13.25%

Notes:

According to state statute, contribution requirements for all employers are actuarially determined each year. However, the required employer contribution rate may differ from the actuarially required rate due to state statutes that require the contribution rate be calculated and set two years prior to the year effective.

Information related to 2013 through 2006 is not available.





Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS  
NONMAJOR GOVERNMENTAL FUNDS**

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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Fund Descriptions  
Nonmajor Governmental Funds  
June 30, 2015**

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**Commissary Special Revenue Fund**

The Commissary Special Revenue Fund accounts for the proceeds of sales of various goods to inmates of the Parish jail. Expenditures of the fund are for purchases of equipment, supplies and maintenance of the jail.

**Crime Lab Special Revenue Fund**

The Crime Lab Special Revenue Fund accounts for the proceeds of criminal fees dedicated to the crime lab. Expenditures of the fund are for the operation of the crime lab.

**Bond Sinking Fund**

The Bond Sinking Fund accounts for all schedule bond payments issued related to the Series 2011 Certificate of Indebtedness and the future payments of Series 2014 Certificate of Indebtedness. These funds are transferred from the General Fund, prior to issuing payment.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2015**

	Commissary Special Revenue Fund	Crime Lab Special Revenue Fund	Bond Sinking Fund	Total Nonmajor Governmental Funds
<b>Assets</b>				
Cash	\$ 773,026	\$ 1,093,163	\$ 11,968	\$ 1,878,157
<b>Total Assets</b>	<b>\$ 773,026</b>	<b>\$ 1,093,163</b>	<b>\$ 11,968</b>	<b>\$ 1,878,157</b>
<b>Liabilities</b>				
Accounts Payable	\$ 74,887	\$ -	\$ -	\$ 74,887
Accrued Liabilities	3,869	-	-	3,869
<b>Total Liabilities</b>	<b>78,756</b>	<b>-</b>	<b>-</b>	<b>78,756</b>
<b>Fund Balances</b>				
Restricted, reported in:				
Special Revenue Fund	-	1,093,163	-	1,093,163
Bond Sinking Fund	-	-	11,968	11,968
Committed, reported in:				
Special Revenue Fund	694,270	-	-	694,270
<b>Total Fund Balances</b>	<b>694,270</b>	<b>1,093,163</b>	<b>11,968</b>	<b>1,799,401</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 773,026</b>	<b>\$ 1,093,163</b>	<b>\$ 11,968</b>	<b>\$ 1,878,157</b>

See independent auditor's report.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Combining Statement of Revenues, Expenditures  
and Change in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2015**

	Commissary Special Revenue Fund	Crime Lab Special Revenue Fund	Bond Sinking Fund	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Intergovernmental Revenues				
State Supplemental Pay	\$ 5,999	\$ -	\$ -	\$ 5,999
Fees, Charges and Commissions for Services				
Criminal Fees	-	253,523	-	253,523
Sales to Inmates	1,006,564	-	-	1,006,564
Interest Earnings	-	824	11	835
<b>Total Revenues</b>	<b>1,012,563</b>	<b>254,347</b>	<b>11</b>	<b>1,266,921</b>
<b>Expenditures</b>				
Public Safety				
Personnel Services	69,509	-	-	69,509
Payroll Benefits	22,047	-	-	22,047
Operating Expenses	36,641	-	-	36,641
Materials and Supplies	711,531	-	-	711,531
Debt Service				
Principal	-	-	295,000	295,000
Interest	-	-	676,902	676,902
Capital Outlays	3,483	-	-	3,483
<b>Total Expenditures</b>	<b>843,211</b>	<b>-</b>	<b>971,902</b>	<b>1,815,113</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>169,352</b>	<b>254,347</b>	<b>(971,891)</b>	<b>(548,192)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	-	-	971,902	971,902
Transfers Out	-	(1,129,759)	-	(1,129,759)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(1,129,759)</b>	<b>971,902</b>	<b>(157,857)</b>
<b>Net Changes in Fund Balances</b>	<b>169,352</b>	<b>(875,412)</b>	<b>11</b>	<b>(706,049)</b>
<b>Fund Balances, Beginning of Year</b>	<b>524,918</b>	<b>1,968,575</b>	<b>11,957</b>	<b>2,505,450</b>
<b>Fund Balances, End of Year</b>	<b>\$ 694,270</b>	<b>\$ 1,093,163</b>	<b>\$ 11,968</b>	<b>\$ 1,799,401</b>

See independent auditor's report.

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Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

**COMBINING AND INDIVIDUAL FUND FINANCIAL  
STATEMENTS FIDUCIARY FUND - AGENCY FUNDS**

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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Fund Descriptions  
Fiduciary Fund - Agency Funds  
June 30, 2015**

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**Sheriff's Agency Fund**

The Sheriff's Agency Fund accounts for funds held in connection with civil suits, Sheriff's sales and garnishments. It also accounts for the collections of bonds, probation fines and disbursement of these collections, in accordance with applicable law.

**Tax Collector Agency Fund**

Article V, Section 27 of the Louisiana Constitution of 1974, provides that the Sheriff will serve as the collector of State and Parish taxes and fees. The Tax Collector Agency Fund accounts for the collection and distribution of these taxes and fees to the appropriate taxing bodies.

**Jail Agency Fund**

The Jail Agency Fund accounts for individual prisoner account balances. Funds are deposited in the name of the prisoner and payable upon request. Balances in the individual prisoner accounts are returned upon completion of their jail sentence. The Jail Agency Fund also accounts for collection and disbursement of certain fees charged to inmates upon incarceration.

**Transitional Work Program Agency Fund**

The Transitional Work Program Agency Fund accounted for individual prisoner account balances that were in the Transitional Work Program and other funds that were not due back to the prisoners. The funds that belonged to the prisoners were deposited in the name of the prisoner and payable upon request. Balances in the individual prisoner accounts were returned upon completion of their jail sentence. All funds owed to participants in the program were transferred in August 2013 and the bank account was subsequently closed. The cash balance in this fund is the balance of cash not due to the prisoners.

**Fines and Cost Agency Fund**

The Fines and Cost Agency Fund accounts for the collection and settlement of fines and costs received by the courts, in accordance with applicable law.

ST. TAMMANY PARISH SHERIFF  
 ST. TAMMANY PARISH, LOUISIANA  
 Combining Statement of Net Position  
 Fiduciary Fund - Agency Funds  
 June 30, 2015

	Agency Funds					Total
	Sheriff's Fund	Tax Collector Fund	Jail Agency Fund	Transitional Work Program Fund	Fines and Cost Fund	
<b>Assets</b>						
Cash and Interest-Bearing Deposits - Ad Valorem	\$ -	\$ 7,270,074	\$ -	\$ -	\$ -	\$ 7,270,074
Deposits - Other	1,943,964	15,679,109	414,770	3,364	468,394	18,509,601
<b>Total Assets</b>	<b>\$ 1,943,964</b>	<b>\$ 22,949,183</b>	<b>\$ 414,770</b>	<b>\$ 3,364</b>	<b>\$ 468,394</b>	<b>\$ 25,779,675</b>
<b>Liabilities</b>						
Due to Taxing Bodies and Others	\$ 1,943,964	\$ 22,949,183	\$ 414,770	\$ 3,364	\$ 468,394	\$ 25,779,675
<b>Total Liabilities</b>	<b>\$ 1,943,964</b>	<b>\$ 22,949,183</b>	<b>\$ 414,770</b>	<b>\$ 3,364</b>	<b>\$ 468,394</b>	<b>\$ 25,779,675</b>

See independent auditor's report.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Combining Schedule of Changes in Balances  
Due to Taxing Bodies and Others  
Fiduciary Fund - Agency Funds  
For the Year Ended June 30, 2015**

	Agency Funds					Total
	Sheriff's Fund	Collector Fund	Tax Jail Agency Fund	Transitional Work Program Fund	Fines and Cost Fund	
<b>Balances, Beginning of Year</b>	\$ 1,875,480	\$ 22,458,972	\$ 460,017	\$ 3,362	\$ 505,204	\$ 25,303,035
<b>Additions</b>						
Deposits						
Sheriff's Sales	12,122,891	-	-	-	-	12,122,891
Bonds	896,396	-	-	-	-	896,396
Fines and Costs	-	-	-	-	4,964,748	4,964,748
Other Deposits	-	-	666,327	-	-	666,327
Taxes, Fees, etc., Paid to Tax Collector	-	495,983,077	-	-	-	495,983,077
Interest	-	10,721	806	2	-	11,529
<b>Total Additions</b>	<b>13,019,287</b>	<b>495,993,798</b>	<b>667,133</b>	<b>2</b>	<b>4,964,748</b>	<b>514,644,968</b>
<b>Subtotal</b>	<b>14,894,767</b>	<b>518,452,770</b>	<b>1,127,150</b>	<b>3,364</b>	<b>5,469,952</b>	<b>539,948,003</b>
<b>Reductions</b>						
Taxes, Fees, etc., Distributed to Taxing Bodies and Others	-	495,503,587	-	-	-	495,503,587
Deposits Settled to:						
Sheriff's General Fund	2,158,002	-	293,028	-	619,913	3,070,943
Clerk of Court	910,898	-	-	-	494,854	1,405,752
Litigants and Appraisers	1,423,743	-	-	-	-	1,423,743
Others	570,904	-	64,513	-	532,888	1,168,305
Advertisements	120,365	-	-	-	-	120,365
District Attorney	7,722	-	127,323	-	693,547	828,592
Parish Council	-	-	-	-	1,565,183	1,565,183
Judicial Expense Fund	-	-	126,245	-	291,838	418,083
Indigent Defender Board	-	-	101,221	-	775,693	876,914
Refunds to Individuals	7,759,169	-	50	-	27,642	7,786,861
<b>Total Reductions</b>	<b>12,950,803</b>	<b>495,503,587</b>	<b>712,380</b>	<b>-</b>	<b>5,001,558</b>	<b>514,168,328</b>
<b>Balances, End of Year</b>	<b>\$ 1,943,964</b>	<b>\$ 22,949,183</b>	<b>\$ 414,770</b>	<b>\$ 3,364</b>	<b>\$ 468,394</b>	<b>\$ 25,779,675</b>

See independent auditor's report.

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Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

***OTHER SCHEDULES REQUIRED BY THE  
LOUISIANA LEGISLATIVE AUDITOR***

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ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Ad Valorem Tax Affidavit  
For the Year Ended June 30, 2015

STATE OF LOUISIANA, PARISH OF ST. TAMMANY

AFFIDAVIT

R. Jack Strain, Jr., Sheriff of St. Tammany Parish

BEFORE ME, the undersigned authority, personally came and appeared, R. Jack Strain, Jr., the sheriff of St. Tammany Parish, State of Louisiana, who after being duly sworn, deposed and said:

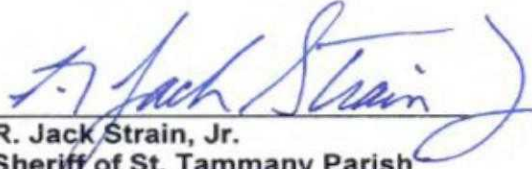
The following information is true and correct:

\$22,949,183 is the amount of cash on hand in the Tax Collector Fund on June 30, 2015.

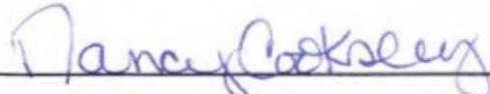
He further deposed and said:

All itemized statements of the amount of taxes collected for tax year 2014, 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.

  
R. Jack Strain, Jr.  
Sheriff of St. Tammany Parish

SWORN to and subscribed before me, Notary, this 23 day of December 2015, In my office in Sidelle, Louisiana.

 (Signature)

NANCY COOKSLEY  
Notary Public # 87428  
State of Louisiana  
Expires at Death  
Notary Public (Print), # 87428

\_\_\_\_\_  
(Commission)

See independent auditor's report.

ST. TAMMANY PARISH SHERIFF  
 ST. TAMMANY PARISH, LOUISIANA  
 Schedule of Compensation, Benefits and Other Payment to Agency Head  
 For the Year Ended June 30, 2015

Agency Head Name: Sheriff Rodney "Jack" Strain, Jr.

Purpose	Amount
Salary	\$139,441.39
Benefits-insurance	\$7,668.19
Benefits-retirement	\$21,948.45
Benefits-Expense Account	\$15,402.57
Car allowance	-0-
Vehicle provided by government	Note 1
Per diem	\$362.00
Reimbursements	-0-
Travel	-0-
Registration fees	\$445.00
Conference travel	\$1,059.24
Continuing professional education fees	-0-
Housing	-0-
Unvouchered expenses	-0-
Special meals	-0-

Note 1: Use of a qualified nonpersonal use vehicle, including commuting, is excludable to the employee as a working condition fringe benefit if the specific requirements for the type of vehicle are met. Recordkeeping and substantiation by the employee are not required by the IRS. *Reg § 1.274-5T(k); Reg. §1.132-5(h).*

IRS Fringe Benefit Guide, Office of Federal, State and Local Governments, Publication 5137 (1-2014) excludes qualified nonpersonal use vehicles from employee income for unmarked vehicles used by law enforcement officers if the use is officially authorized. The Sheriff has complied with the requirements of this regulation.

See independent auditor's report.





Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

## ***STATISTICAL SECTION - UNAUDITED***

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**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Statistical Section**

This part of the St. Tammany Parish Sheriff's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the Sheriff's office overall financial health.

<b><u>Contents</u></b>	<b><u>Tables</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the Sheriff's financial performance and well-being have changed over time.	<b>1 - 5</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the fiduciary collections of revenues by the Sheriff as well as the revenues of the Sheriff.	<b>6-11</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the Sheriff's current levels of outstanding debt and the Sheriff's ability to issue additional debt in the future.	<b>12-13</b>
<b>Demographic and Economic Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the Sheriff's financial report relates to the services the Sheriff provides and the activities his office performs.	<b>14-15</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the Sheriff's financial report relates to the services the Sheriff provides and the activities it performs.	<b>16-17</b>

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Net Position By Component  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)**

**Table 1**

(Unaudited)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Governmental Activities</b>										
Net investment in Capital Assets	\$ 23,539,748	\$ 23,216,715	\$ 22,606,051	\$ 22,443,444	\$ 22,689,018	\$ 22,385,511	\$ 19,505,833	\$ 13,192,193	\$ 8,068,084	\$ 4,770,793
Restricted for:										
Crime Lab Expenditures	1,093,163	1,968,575	1,694,141	1,451,597	1,201,268	-	-	-	-	-
Debt Service	11,968	11,957	11,949	11,943	-	-	-	-	-	-
Unrestricted	(22,963,758)	(23,831,024)	(3,139,856)	(299,016)	559,113	2,027,473	1,601,908	4,577,564	10,795,776	12,870,903
<b>Total Governmental Activities Net Position</b>	<b>\$ 1,681,121</b>	<b>\$ 1,366,223</b>	<b>\$ 21,172,285</b>	<b>\$ 23,607,968</b>	<b>\$ 24,449,399</b>	<b>\$ 24,412,984</b>	<b>\$ 21,107,741</b>	<b>\$ 17,769,757</b>	<b>\$ 18,863,860</b>	<b>\$ 17,641,696</b>
<b>Total Primary Government Net Position</b>	<b>\$ 1,681,121</b>	<b>\$ 1,366,223</b>	<b>\$ 21,172,285</b>	<b>\$ 23,607,968</b>	<b>\$ 24,449,399</b>	<b>\$ 24,412,984</b>	<b>\$ 21,107,741</b>	<b>\$ 17,769,757</b>	<b>\$ 18,863,860</b>	<b>\$ 17,641,696</b>

NOTE:

Amounts reported in 2014 have been restated to comply with the requirements of GASB No. 68 "Accounting and Financial Reporting for Pensions." Total Net Position was decreased by \$29,521,548 from what was previously reported. In addition, the 2006 classification of net position has been restated to properly report amounts in Unrestricted that were previously reported in Restricted.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Changes in Net Position  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)**

**Table 2**

(Unaudited)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Expenses</b>										
Governmental Activities										
Public Safety	\$ 70,086,867	\$ 70,407,737	\$ 71,352,944	\$ 67,896,375	\$ 65,167,731	\$ 59,749,995	\$ 58,321,813	\$ 55,464,891	\$ 49,444,205	\$ 46,799,862
Interest on Long-Term Debt	676,902	242,806	501,062	413,070	225,709	330,571	424,034	350,894	428,269	231,210
Total Governmental Activities Expenses	70,763,769	70,650,543	71,854,006	68,309,445	65,393,440	60,080,566	58,745,847	55,815,785	49,872,474	47,031,072
Total Primary Government Expenses	\$ 70,763,769	\$ 70,650,543	\$ 71,854,006	\$ 68,309,445	\$ 65,393,440	\$ 60,080,566	\$ 58,745,847	\$ 55,815,785	\$ 49,872,474	\$ 47,031,072
<b>Program Revenues</b>										
Governmental Activities										
Public Safety										
Charges for Services	\$ 20,113,687	\$ 20,205,527	\$ 25,570,788	\$ 23,931,774	\$ 22,660,659	\$ 19,016,809	\$ 20,642,906	\$ 12,648,663	\$ 11,473,808	\$ 10,859,084
Operating Grants and Contributions	5,563,283	3,851,162	3,937,159	4,430,879	5,568,252	8,222,713	4,113,039	5,864,325	3,761,399	5,412,491
Capital Grants and Contributions	-	-	-	-	-	-	141,565	212,952	124,681	124,681
Total Governmental Activities Program Revenues	25,676,970	24,056,689	29,507,947	28,362,653	28,228,911	27,239,522	24,897,510	18,725,940	15,359,888	16,396,256
Total Primary Government Program Revenues	\$ 25,676,970	\$ 24,056,689	\$ 29,507,947	\$ 28,362,653	\$ 28,228,911	\$ 27,239,522	\$ 24,897,510	\$ 18,725,940	\$ 15,359,888	\$ 16,396,256
<b>Net (Expense) Revenue</b>										
Governmental Activities										
	(45,086,799)	(46,593,854)	(42,346,059)	(39,946,792)	(37,164,529)	(32,841,044)	(33,848,337)	(37,089,845)	(34,512,486)	(30,634,816)
Total Primary Government Net (Expense) Revenue	\$ (45,086,799)	\$ (46,593,854)	\$ (42,346,059)	\$ (39,946,792)	\$ (37,164,529)	\$ (32,841,044)	\$ (33,848,337)	\$ (37,089,845)	\$ (34,512,486)	\$ (30,634,816)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities										
Taxes										
Ad Valorem Taxes	\$ 20,390,156	\$ 19,768,442	\$ 18,852,429	\$ 18,127,726	\$ 17,802,904	\$ 17,540,369	\$ 15,952,173	\$ 12,919,780	\$ 10,066,951	\$ 8,919,555
Sales and Use Taxes	11,093,328	10,530,878	10,239,921	9,627,039	9,296,271	8,915,631	19,126,476	20,966,399	22,069,773	22,870,158
Intergovernmental Revenues										
Transfer from St. Tammany Parish Council	11,091,107	10,530,878	10,239,921	9,628,014	9,296,066	8,915,631	-	-	-	-
Interest and Investment Earnings	43,898	69,933	63,973	86,883	41,793	75,428	181,295	704,827	1,436,289	1,018,596
Miscellaneous										
Other Revenues	2,783,208	4,093,657	615,720	828,707	631,426	699,228	1,773,573	1,222,284	2,065,358	2,580,296
Special Community Disaster Loan Forgiveness	-	11,315,552	-	-	-	-	-	-	-	-
Gain (loss) on Disposal of Assets	-	-	(101,588)	-	(360,196)	-	152,804	182,452	96,279	154,958
Total Governmental Activities General Revenues	45,401,697	56,309,340	39,910,376	38,298,369	36,708,264	36,146,287	37,186,321	35,995,742	35,734,650	35,543,563
Total Primary Government General Revenues	\$ 45,401,697	\$ 56,309,340	\$ 39,910,376	\$ 38,298,369	\$ 36,708,264	\$ 36,146,287	\$ 37,186,321	\$ 35,995,742	\$ 35,734,650	\$ 35,543,563
<b>Extraordinary items</b>										
Special Community Disaster Loan Forgiveness										
	\$ -	\$ -	\$ -	\$ -	\$ 492,680	\$ -	\$ -	\$ -	\$ -	\$ -
Total Extraordinary Items	\$ -	\$ -	\$ -	\$ -	\$ 492,680	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Changes in Net Position</b>										
Governmental Activities										
	314,898	9,715,486	(2,435,683)	(1,648,423)	36,415	3,305,243	3,337,984	(1,094,103)	1,222,164	4,908,747
Total Primary Government	\$ 314,898	\$ 9,715,486	\$ (2,435,683)	\$ (1,648,423)	\$ 36,415	\$ 3,305,243	\$ 3,337,984	\$ (1,094,103)	\$ 1,222,164	\$ 4,908,747

NOTE

This statement has been restated to conform with GASB Statements through number 65. In addition, amounts for 2008 through 2004 that were previously classified as General Revenues have been restated to conform with the current financial statement presentation as Operating Grants and Contributions.

Table 3

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

(Unaudited)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>General Fund</b>										
Reserved for:										
Inventory and Prepaid Expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,184	\$ 11,184	\$ 11,184	\$ 11,184	\$ 291,269
Payment of Community Disaster Loan	-	-	-	-	-	-	7,028,008	7,028,008	7,028,008	7,028,008
Unreserved	-	-	-	-	-	9,844,580	1,857,892	870,447	(18,828)	(77,267)
Nonspendable	112,546	119,574	97,096	181,560	89,815	-	-	-	-	-
Unassigned	10,177,511	9,847,360	9,905,682	9,861,837	9,942,365	-	-	-	-	-
<b>Total General Fund</b>	<b>\$ 10,290,057</b>	<b>\$ 9,966,934</b>	<b>\$ 10,002,778</b>	<b>\$ 10,043,397</b>	<b>\$ 10,032,180</b>	<b>\$ 9,855,764</b>	<b>\$ 8,897,084</b>	<b>\$ 7,909,639</b>	<b>\$ 7,020,364</b>	<b>\$ 7,242,010</b>
<b>All Other Governmental Funds</b>										
Reserved for:										
Construction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,138,309	\$ 442,272	\$ 4,236,964	\$ 9,897,945	\$ 10,700,000
Payment of Community Disaster Loan	-	-	-	-	-	-	2,906,120	2,906,120	2,906,120	2,906,120
Unreserved, reported in:										
Special Revenue Funds	-	-	-	-	-	4,100,300	622,298	49,570	799,379	1,489,273
Nonspendable	-	-	3,637	7,485	2,949	-	-	-	-	-
Restricted, reported in:										
Capital Projects Fund	8,641,345	17,649,397	7,527,650	7,589,003	-	-	-	-	-	-
Special Revenue Funds	1,093,163	1,968,575	1,694,141	1,451,597	1,201,268	-	-	-	-	-
Bond Sinking Fund	11,968	11,957	11,949	11,943	-	-	-	-	-	-
Committed, reported in:										
Capital Projects Fund	5,520,990	5,318,522	4,880,447	5,240,549	2,665,572	-	-	-	-	-
Special Revenue Funds	694,270	524,918	453,865	363,555	771,612	-	-	-	-	-
Assigned, reported in:										
Special Revenue Funds	2,452,311	2,427,052	2,388,808	2,459,646	2,476,203	-	-	-	-	-
<b>Total All Other Governmental Funds</b>	<b>\$ 18,414,047</b>	<b>\$ 27,900,421</b>	<b>\$ 16,960,497</b>	<b>\$ 17,123,778</b>	<b>\$ 7,117,604</b>	<b>\$ 5,238,609</b>	<b>\$ 3,970,690</b>	<b>\$ 7,192,654</b>	<b>\$ 13,603,444</b>	<b>\$ 15,095,393</b>
<b>Total All Funds</b>	<b>\$ 28,704,104</b>	<b>\$ 37,867,355</b>	<b>\$ 26,963,275</b>	<b>\$ 27,167,175</b>	<b>\$ 17,149,784</b>	<b>\$ 15,094,373</b>	<b>\$ 12,867,774</b>	<b>\$ 15,102,293</b>	<b>\$ 20,623,808</b>	<b>\$ 22,337,403</b>

NOTE 1:

GASB Statement No. 54 was implemented for the fiscal year ended June 30, 2011. Amounts for earlier periods are not available for comparison purposes.

NOTE 2:

For 2011, Prepaid Expenses previously reported as Unassigned have been properly restated as Nonspendable.

ST. TAMMANY PARISH SHERIFF  
 ST. TAMMANY PARISH, LOUISIANA  
 Changes in Fund Balances - Governmental Funds  
 Last Ten Fiscal Years  
 (Modified Accrual Basis of Accounting)

(Unaudited)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Revenues</b>										
Taxes (See Table 5)	\$ 31,483,484	\$ 30,299,320	\$ 29,092,350	\$ 27,754,765	\$ 27,099,175	\$ 26,456,000	\$ 35,078,649	\$ 33,886,179	\$ 32,136,724	\$ 31,789,713
Intergovernmental Revenues	14,880,551	14,382,040	14,177,080	14,058,893	14,864,318	17,138,344	4,254,604	3,856,961	2,479,157	5,067,846
Fees, Charges, and Commissions for Services	20,113,687	20,205,527	25,570,788	23,931,774	22,660,659	19,016,809	20,642,906	14,868,979	12,669,564	11,370,451
Interest and Investment Earnings	42,594	68,504	62,510	85,145	36,953	70,379	171,614	704,827	1,362,846	987,403
Other Revenues	2,827,421	4,257,910	615,720	828,707	832,003	699,228	1,773,573	1,222,281	2,282,125	2,128,132
Total Revenues	\$ 69,347,737	\$ 69,213,301	\$ 69,518,448	\$ 66,659,284	\$ 65,493,108	\$ 63,380,760	\$ 61,921,346	\$ 54,539,227	\$ 50,930,416	\$ 51,343,545
<b>Expenditures</b>										
Current										
Public Safety	\$ 63,503,095	\$ 62,836,118	\$ 63,373,457	\$ 60,153,646	\$ 58,188,999	\$ 54,215,620	\$ 55,062,520	\$ 49,851,157	\$ 43,893,388	\$ 43,882,004
Intergovernmental										
Transfer to St. Tammany Parish Council	1,865,570	1,852,363	1,690,881	1,531,850	1,522,250	1,513,100	1,511,000	1,471,933	1,486,966	1,537,390
Debt Service										
Principal	295,000	285,000	270,000	900,000	665,000	1,340,000	8,640,000	1,955,000	1,225,000	715,000
Interest	676,902	242,806	248,206	158,056	31,679	64,337	163,554	87,634	126,671	150,576
Capital Outlay	12,170,421	8,839,006	4,139,804	1,898,341	3,029,769	4,021,104	8,931,595	6,877,470	6,008,265	5,880,342
Total Expenditures	\$ 78,510,988	\$ 74,055,293	\$ 69,722,348	\$ 64,641,893	\$ 63,437,697	\$ 61,154,161	\$ 74,308,669	\$ 60,243,194	\$ 52,740,290	\$ 52,165,312
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	\$ (9,163,251)	\$ (4,841,992)	\$ (203,900)	\$ 2,017,391	\$ 2,055,411	\$ 2,226,599	\$ (12,387,323)	\$ (5,703,967)	\$ (1,809,874)	\$ (821,767)
<b>Other Financing Sources (Uses)</b>										
Transfers In	\$ 2,751,661	\$ 1,052,806	\$ 835,719	\$ 3,277,470	\$ 1,980,000	\$ 1,862,080	\$ 1,800,000	\$ 904,315	\$ 100,000	\$ 10,700,000
Transfers Out	(2,751,661)	(1,052,806)	(835,719)	(3,277,470)	(1,980,000)	(1,862,080)	(1,800,000)	(904,315)	(100,000)	(10,700,000)
Bond Proceeds	-	15,746,072	-	8,000,000	-	-	-	-	-	-
Proceeds from Sale of Assets	-	-	-	-	-	-	152,804	182,452	96,279	154,958
Other Debt Proceeds	-	-	-	-	-	-	10,000,000	-	-	11,934,128
Total Other Financing Sources (Uses)	\$ -	\$ 15,746,072	\$ -	\$ 8,000,000	\$ -	\$ -	\$ 10,152,804	\$ 182,452	\$ 96,279	\$ 12,089,086
<b>Net Change in Fund Balances</b>	\$ (9,163,251)	\$ 10,904,080	\$ (203,900)	\$ 10,017,391	\$ 2,055,411	\$ 2,226,599	\$ (2,234,519)	\$ (5,521,515)	\$ (1,713,595)	\$ 11,267,319
<b>Fund Balances</b>										
Beginning of Year	37,867,355	26,963,275	27,167,175	17,149,784	15,094,373	12,867,774	15,102,293	20,623,808	22,337,403	11,070,084
End of Year	\$ 28,704,104	\$ 37,867,355	\$ 26,963,275	\$ 27,167,175	\$ 17,149,784	\$ 15,094,373	\$ 12,867,774	\$ 15,102,293	\$ 20,623,808	\$ 22,337,403
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	1.47%	0.81%	0.79%	1.69%	1.15%	2.46%	13.47%	3.83%	2.89%	1.87%

Note: Restated Bond Proceeds in Fiscal Year 2014 to combine the Bond Proceeds and the Bond Premium.

ST. TAMMANY PARISH SHERIFF  
 ST. TAMMANY PARISH, LOUISIANA  
 Tax Revenues By Source - Governmental Funds  
 Last Ten Fiscal Years  
 (Modified Accrual Basis of Accounting)

Table 5

(Unaudited)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Tax Revenues By Source</b>										
Taxes										
Ad Valorem Taxes	\$ 20,390,156	\$ 19,768,442	\$ 18,852,429	\$ 18,127,726	\$ 17,802,904	\$ 17,540,369	\$ 15,952,173	\$ 12,919,780	\$ 10,066,951	\$ 8,919,555
Sales and Use Taxes	11,093,328	10,530,878	10,239,921	9,627,039	9,296,271	8,915,631	19,126,476	20,966,399	22,069,773	22,870,158
<b>Total Tax Revenues</b>	<b>\$ 31,483,484</b>	<b>\$ 30,299,320</b>	<b>\$ 29,092,350</b>	<b>\$ 27,754,765</b>	<b>\$ 27,099,175</b>	<b>\$ 26,456,000</b>	<b>\$ 35,078,649</b>	<b>\$ 33,886,179</b>	<b>\$ 32,136,724</b>	<b>\$ 31,789,713</b>



**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years  
(Unaudited)**

**Table 6**

Fiscal Year	Real Estate Assessed Value	Commercial and Other Property Assessed Value	Public Service Assessed Value	Total Assessed Value	Less: Homestead Exemption Value	Total Taxable Assessed Value	Total Estimated Actual Value	Total Direct Tax Rate	Ratio of Total Assessed Value to Total Estimated Actual Value
2015	1,653,788,138	485,971,275	139,303,800	2,279,063,213	501,455,681	1,777,607,532	20,334,905,080	11.66	11.21%
2014	1,625,207,518	462,495,913	125,316,300	2,213,019,731	498,862,148	1,714,157,583	19,836,646,467	11.66	11.16%
2013	1,611,086,720	454,962,856	104,498,020	2,170,547,596	499,788,758	1,670,758,838	19,561,944,987	11.66	11.10%
2012	1,549,208,119	421,433,149	106,645,220	2,077,286,488	496,593,299	1,580,693,189	18,728,216,397	11.73	11.09%
2011	1,551,283,480	420,951,939	99,722,070	2,071,957,489	498,218,082	1,573,739,407	18,718,069,340	11.73	11.07%
2010	1,475,161,071	399,716,191	95,591,400	1,970,468,662	498,976,767	1,471,491,895	17,798,750,917	11.73	11.07%
2009	1,494,925,262	373,503,547	91,860,940	1,960,289,749	498,406,661	1,461,883,088	17,806,720,027	11.73	11.01%
2008	1,102,030,103	338,239,098	89,687,790	1,529,956,991	437,214,926	1,092,742,065	13,633,979,510	12.10	11.22%
2007	1,013,044,046	294,016,135	85,665,510	1,392,725,691	419,982,161	972,743,530	12,433,210,067	10.72	11.20%
2006	928,620,448	275,032,792	85,024,700	1,288,677,940	403,524,465	885,153,475	11,459,855,227	10.72	11.25%

**NOTE:**

Total assessed value is based on the following percentages of estimated actual value.

Real Estate	10%
Personal Property	15%
Public Service	25%

**SOURCES:**

St. Tammany Parish Assessor's Office; Louisiana Tax Commission Annual Reports

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Principal Property Taxpayers  
Current year and Nine Years Ago  
(Unaudited)**

**Table 7**

Taxpayer	Type of Business	For the Fiscal Year Ending					
		June 30, 2015			June 30, 2006		
		Taxable Assessed Valuation	Rank	Percentage of Total Parish Taxable Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Parish Taxable Assessed Valuation
Central La. Electric, Co.	Utility	\$ 50,884,810	1	2.86%	\$ 33,513,250	1	3.79%
AT&T Southeast	Telephone	14,768,740	2	0.83%			
Parkway Pipeline, LLC	Oil	12,521,040	3	0.70%			
Florida Marine Transporters	Transportation	11,760,020	4	0.66%			
Chevron USA Inc.	Oil	10,958,294	5	0.62%			
Associated Wholesale Grocers	Retailer	9,450,890	6	0.53%			
Atmos Energy Louisiana	Utility	8,462,880	7	0.48%	4,995,200	7	0.56%
Wash.-St. Tammany Elec. Coop	Utility	8,143,000	8	0.46%	5,571,340	4	0.63%
Tri-States NGL Pipeline, Inc.	Gas	7,976,130	9	0.45%			
J P Morgan Chase Bank	Bank	7,257,505	10	0.41%	5,135,800	5	0.58%
Bellsouth Telecommunications	Telephone				20,106,140	2	2.27%
Hibernia National Bank	Bank				12,559,224	3	1.42%
McKesson Corp.	Healthcare				5,040,910	6	0.57%
Parish National Bank	Bank				4,921,300	8	0.56%
Charter Communications	Utility				4,233,960	9	0.48%
Epic Development, Inc	Developer				\$ 4,073,560	10	0.46%
		<u>\$ 142,183,309</u>		<u>8.00%</u>	<u>\$ 100,150,684</u>		<u>11.32%</u>

SOURCE:  
St. Tammany Parish Assessor's Office

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years  
(Rate per \$1,000 of Assessed Value, Unaudited)**

**Table 8**

	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
<b>St. Tammany Parish Sheriff's Direct Rates:</b>										
Law Enforcement	11.66	11.66	11.66	11.73	11.73	11.73	11.73	12.10	10.72	10.72
<b>Overlapping Governments' Rates:</b>										
Parish Government	19.01	19.01	19.43	19.54	19.54	19.54	19.54	23.05	23.05	19.74
School District	68.18	68.18	68.18	68.45	68.45	68.45	69.45	77.84	77.84	77.84
Other Parish-Wide	9.74	9.86	9.96	10.20	10.45	10.45	10.45	11.76	11.21	11.21
Cities, Towns and Villages	97.86	97.90	94.64	99.10	99.90	100.98	102.05	111.03	109.24	105.98
Fire Districts	342.62	346.82	352.66	354.68	353.31	374.92	379.62	383.87	368.88	362.70
Lighting Districts	17.65	17.65	18.44	18.58	18.58	18.58	18.58	20.75	20.75	18.34
Recreational Districts	67.68	72.98	70.83	66.13	74.90	73.00	76.40	74.57	75.07	72.48
Other Districts	19.00	19.75	20.00	20.00	19.15	19.48	19.48	21.00	23.00	21.05

SOURCE:  
St. Tammany Parish Assessor's Office

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
(Unaudited)**

**Table 9**

	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
Total Tax Levy	20,726,772	19,986,938	19,480,929	18,541,477	18,459,922	17,260,581	17,147,802	13,221,962	10,427,656	9,470,892
Current Tax Collections	20,265,465	19,676,861	18,569,039	18,024,948	17,709,879	*	15,900,039	12,831,838	10,049,920	8,813,695
Percent of Levy Collected	98%	98%	95%	97%	96%	*	93%	97%	96%	93%
Collections for Prior Years	124,691	91,581	283,390	102,778	93,025	*	52,134	87,942	17,031	105,860
Total Collections	20,390,156	19,768,442	18,852,429	18,127,726	17,802,904	17,540,369	15,952,173	12,919,780	10,066,951	8,919,555
Ratio of Total Collections to Tax Levy	98%	99%	97%	98%	96%	102%	93%	98%	97%	94%

**NOTE:**

Tax Collections for fiscal year ended June 30, 2010 totalled \$17,540,369. The allocation of current and prior year tax collections is not available.

**SOURCE:**

Total Tax Levy, St. Tammany Parish Assessor's Office

ST. TAMMANY PARISH SHERIFF  
 ST. TAMMANY PARISH, LOUISIANA  
 Principal Sales Taxpayers  
 For the Year Fiscal Ended June 30, 2015  
 (Unaudited)

Table 10

LAW ENFORCEMENT DISTRICT

TYPE OF BUSINESS	PERCENTAGE OF TOTAL	TOTAL
Motor Vehicles	12.94%	
Grocery / Discount Retailer	2.79%	
Grocery / Discount Retailer	1.94%	
Grocery / Discount Retailer	1.81%	
Grocery / Discount Retailer	1.68%	
Building Materials	1.33%	
Grocery / Discount Retailer	1.25%	
Grocery / Discount Retailer	1.14%	
Building Materials	0.97%	
Grocery / Discount Retailer	0.75%	
<b>Total - 10 Largest Taxpayers</b>	<b>26.60%</b>	<b>\$ 2,951,313</b>
<b>Total - All Other Taxpayers</b>	<b>73.40%</b>	<b>\$ 8,142,015</b>
<b>Total - All Taxpayers</b>	<b>100.00%</b>	<b>\$ 11,093,328</b>

NOTE:

Principal Sales Tax Payers for fiscal year ended June 30, 2006 are not available.

SOURCE:

St. Tammany Parish Sheriff's Office

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Direct and Overlapping Sales Tax Rates**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 11**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>St. Tammany Parish Sheriff's Direct Rates:</b>										
Law Enforcement District	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
<b>Overlapping Parish-Wide Rates:</b>										
State of Louisiana	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%
St. Tammany Parish School Board	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
St. Tammany Parish Jail	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
St. Tammany Parish Court House	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
<b>City, Town, Village and Other Jurisdiction Rates:</b>										
Sales Tax District No. 3 (unincorporated St. Tammany)	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Slidell	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Covington	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Mandeville	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Pearl River	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.00%
Madisonville	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Abita Springs	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Folsom	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Sun	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Nord Du Lac Economic Development District	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	-	-
Rooms To Go Economic Development District	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	-	-
Summit Fremaux Economic Development District	0.50%	0.50%	0.50%	1.00%	1.00%	1.00%	1.00%	1.00%	-	-
Camellia Square Economic Development District	1.00%	1.00%	-	-	-	-	-	-	-	-
Northshore Square Economic Development District	0.50%	-	-	-	-	-	-	-	-	-

SOURCE:  
St. Tammany Parish Sheriff's Office

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years  
(Unaudited)**

**Table 12**

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income	Per Capita	Percentage of Estimated Actual Value of Property
	Limited Tax Revenue Bonds	Certificates of Indebtedness	Community Disaster Loan				
2015	\$ 22,643,001	\$ -	\$ -	\$ 22,643,001	*	92	0.11%
2014	\$ 22,961,072	\$ -	\$ -	\$ 22,961,072	0.19%	95	0.12%
2013	7,500,000	-	9,441,448	16,941,448	0.14%	71	0.09%
2012	7,770,000	-	9,441,448	17,211,448	0.15%	73	0.09%
2011	-	670,000	9,441,448	10,111,448	0.09%	43	0.05%
2010	-	1,335,000	9,934,128	11,269,128	0.11%	49	0.06%
2009	-	2,675,000	9,934,128	12,609,128	0.12%	55	0.07%
2008	-	1,315,000	9,934,128	11,249,128	0.11%	50	0.08%
2007	-	3,270,000	9,934,128	13,204,128	0.15%	59	0.11%
2006	-	4,495,000	9,934,128	14,429,128	0.18%	66	0.13%

**NOTE:**

Details regarding the St. Tammany Parish Sheriff's outstanding debt can be found in the notes to the financial statements.

**SOURCES:**

See Table 6 for Estimated Actual Value of Property.

See Table 14 for Demographic Statistics.

\* Information not available.

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2015**  
**(Unaudited)**

Table 13

Governmental Unit	Debt Outstanding	Percentage Applicable	Share of Overlapping Debt
<b>Direct Debt:</b>			
St. Tammany Parish Sheriff	\$ 22,643,001	100%	\$ 22,643,001
<b>Overlapping Debt To Be Repaid with Property Taxes:</b>			
City of Covington	*	5,196,000	100%
City of Slidell	***	9,995,845	100%
Fire Protection District No. 1	*	3,000,000	100%
Fire Protection District No. 2	*	1,649,000	100%
Fire Protection District No. 3	*	40,000	100%
Fire Protection District No. 4	*	540,000	100%
Fire Protection District No. 7	*	29,000	100%
Fire Protection District No. 9	*	77,000	100%
Fire Protection District No. 11	*	54,000	100%
Fire Protection District No. 12	*	4,430,000	100%
Fire Protection District No. 13	*	316,000	100%
Gravity Drainage District No. 5	****	1,160,000	100%
Northshore Harbor Center	*	4,265,000	100%
Recreation District No. 1	*	10,556,534	100%
Recreation District No. 2	*	135,000	100%
Recreation District No. 6	*	1,615,000	100%
Recreation District No. 11	*	1,905,000	100%
Recreation District No. 12	*	270,000	100%
Recreation District No. 14	*	12,375,000	100%
Sub-drainage District No. 1 of 3	*	125,000	100%
Sub-drainage District No. 2 of GDD No. 5	*	90,000	100%
Sub-drainage District No. 3 of GDD No. 5	*	120,000	100%
St. Tammany Parish Government	*	12,705,000	100%
St. Tammany Parish School Board	***	212,000,072	100%
St. Tammany Parish Hospital Service District No. 2	*	51,835,000	100%
Town of Abita Springs	*	1,362,000	100%
Water District No. 2	*	1,630,000	100%
	<u>\$ 337,475,451</u>		<u>\$ 337,475,451</u>
<b>Other Debt:</b>			
City of Covington	*	2,050,000	100%
City of Slidell	***	3,361,853	100%
City of Mandeville	**	2,370,000	100%
Fire Protection District No. 4	*	376,813	100%
Fire Protection District No. 11	*	75,861	100%
Fire Protection District No. 12	*	513,375	100%
Sewerage District No. 4	*	184,000	100%
St. Tammany Parish Government	*	76,399,028	100%
St. Tammany Parish School Board	***	3,666,667	100%
St. Tammany Parish Hospital Service District No. 1	*	65,935,000	100%
St. Tammany Parish Hospital Service District No. 2	*	11,120,000	100%
Town of Abita Springs	*	69,000	100%
Water District No. 2	*	157,000	100%
	<u>\$ 166,278,597</u>		<u>\$ 166,278,597</u>



ST. TAMMANY PARISH SHERIFF  
 ST. TAMMANY PARISH, LOUISIANA  
 Direct and Overlapping Governmental Activities Debt  
 As of June 30, 2015  
 (Unaudited)

Table 13 (Continued)

Governmental Unit	Debt Outstanding	Percentage Applicable	Share of Overlapping Debt	
<b>Capital Leases/Notes Payable:</b>				
Fire Protection District No. 4	*	846,613	100%	846,613
Fire Protection District No. 5	*	205,206	100%	205,206
Fire Protection District No. 11	*	743,087	100%	743,087
Fire Protection District No. 13	*	156,247	100%	156,247
	\$	1,951,153		\$ 1,951,153
<b>Total Overlapping Debt</b>				<b>\$ 505,705,201</b>
<b>Total Direct and Overlapping Debt</b>				<b>\$ 528,348,202</b>

NOTE 1:

The Debt Outstanding Balance represents the amount reported as of June 30, 2015 or on the most current financial statements as indicate

\* as of 12/31/14

\*\* as of 8/31/14

\*\*\* as of 6/30/14

\*\*\*\* as of 12/31/13

NOTE 2:

Overlapping governments are those that coincide at least in part, with the geographic boundaries of the parish. This disclosure recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government. The percentage overlap is calculated by dividing the amount of the revenue base from which the debt will be repaid contained within the overlapping area by the total revenue base of the overlapping government.

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Demographic Statistics**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 14**

Fiscal Year	Population	Total Personal Income	Per Capita Personal Income	Unemployment Rate
2015	245,829	*	*	5.7%
2014	242,333	\$ 12,196,197,000	50,328	5.1%
2013	239,193	11,984,128,000	50,102	5.2%
2012	236,830	11,258,539,000	47,538	5.7%
2011	234,581	10,758,941,000	45,865	5.7%
2010	231,224	10,209,574,000	44,154	5.3%
2009	229,252	10,467,798,000	45,661	3.6%
2008	226,294	10,153,152,000	44,867	2.9%
2007	223,133	8,699,660,000	38,989	3.6%
2006	217,358	7,815,634,000	35,957	7.5%

SOURCES:

Population, US Census Bureau- 2015

Population, Personal Income, and Per Capita Personal Income, Bureau of Economic Analysis 2006-2014

Unemployment Rate, Bureau of Labor Statistics

\* Information is not available.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Principal Employers  
Current year and Nine Years Ago  
(Unaudited)**

**Table 15**

Employer	For the Fiscal Year Ending			For the Fiscal Year Ending		
	June 30, 2015			June 30, 2006		
	Employees	Rank	Percentage of Total St. Tammany Parish Employment	Employees	Rank	Percentage of Total St. Tammany Parish Employment
St. Tammany Parish School Board	5,400	1	4.99%	7,651	1	9.25%
St. Tammany Parish Hospital	1,391	2	1.29%	1,500	2	1.81%
Wal-Mart	1,125	3	1.04%	1,125	3	1.36%
Ochsner Health System	1,100	4	1.02%			0.00%
Slidell Memorial Hospital	889	5	0.82%	1,022	4	1.24%
St. Tammany Parish Sheriff	755	6	0.70%	713	6	0.86%
St. Tammany Parish Government	720	7	0.67%	531	8	0.64%
System/Southeast Louisiana Hospital	592	8	0.55%	621	7	0.75%
Lakeview Regional Medical Center	562	9	0.52%	715	5	0.86%
Chevron, USA	550	10	0.51%			
Home Depot				500	9	0.60%
Northshore Regional Medical Center				490	10	0.59%
<b>Total - 10 Largest Employers</b>	<b>13,084</b>		<b>12.11%</b>	<b>14,868</b>		<b>17.96%</b>
<b>Total - All Employers</b>	<b>108,112</b>			<b>82,737</b>		

**SOURCES:**

2015: Bureau of Labor Statistics; St. Tammany Economic Development Foundation; St. Tammany Parish Sheriff's Office

2006: New Orleans CityBusiness 2005-2006 Book of Lists; St. Tammany Parish Sheriff's Office; St. Tammany Parish Government

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Full-Time Equivalent Employees By Function**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Table 16

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>General Fund</b>										
Administrative:										
Administration	5	6	6	6	7	7	6	7	10	9
Accounting	17	17	18	18	19	18	18	16	15	14
Human Resources	*	*	9	9	9	9	9	8	8	8
Information Systems	13	13	13	13	13	13	13	13	12	12
Criminal Records & Collections	19	19	18	17	17	17	18	16	15	15
Property Tax	8	8	9	9	9	9	9	9	8	8
Occupational License	4	4	4	4	4	4	4	3	5	3
Purchasing	2	2	2	2	2	2	3	2	2	2
Public Affairs	4	4	4	4	4	4	3	3	3	3
Civil	23	21	21	21	21	21	20	17	17	17
Internal Affairs	*	*	3	3	3	2	2	2	2	2
Sales Tax	13	13	13	13	13	12	12	12	11	11
Building Maintenance	4	3	3	3	0	0	0	0	0	0
Transitional Work Program	0	4	18	18	17	18	16	14	14	14
Radio Maintenance	5	5	5	5	5	3	3	3	3	3
Vehicle Maintenance	8	8	7	7	6	7	7	7	6	6
Enforcement:										
Court Security	**	47	46	45	46	45	45	43	43	43
Communications-911	**	40	40	40	40	36	36	36	36	36
Criminal Patrol District II	59	59	59	60	60	62	62	58	64	64
Criminal Patrol District III	50	50	50	50	50	49	49	54	60	55
Criminal Patrol District IV	31	31	31	30	31	27	27	27	26	24
Criminal Investigations	26	26	25	25	25	29	26	30	24	24
Domestic Violence Unit	0	0	0	0	0	0	0	0	5	5
Crime Laboratory	*	*	21	21	21	21	21	21	19	19
Criminal Investigations	27	26	27	26	27	21	24	26	21	21
Operations:										
Court Security	46	**	**	**	**	**	**	**	**	**
Radio Room	40	**	**	**	**	**	**	**	**	**
Training Center	*	*	12	12	12	13	12	12	12	8
Search & Rescue	15	15	16	16	16	15	14	14	16	16
Traffic	13	13	13	13	13	13	13	13	0	0
School Crossing Guards	23	23	23	23	23	21	18	18	19	19
Street Crimes	7	7	7	7	7	7	7	7	6	6
Narcotics	21	20	20	20	20	19	19	19	19	19
Professional Standards:										
Human Resources	10	10	*	*	*	*	*	*	*	*
Internal Affairs	3	2	*	*	*	*	*	*	*	*
Training Center	11	11	*	*	*	*	*	*	*	*
Crime Laboratory	21	21	*	*	*	*	*	*	*	*
<b>Total General Fund</b>	<b>528</b>	<b>528</b>	<b>543</b>	<b>540</b>	<b>540</b>	<b>524</b>	<b>516</b>	<b>510</b>	<b>501</b>	<b>486</b>
<b>Jail Fund</b>										
Corrections:										
Jail Facility	185	186	177	177	177	169	190	196	197	196
Jail Medical	30	28	28	27	27	27	27	27	26	26
K-9 Unit	10	10	9	9	9	9	8	8	8	4
<b>Total Jail Fund</b>	<b>225</b>	<b>224</b>	<b>214</b>	<b>213</b>	<b>213</b>	<b>205</b>	<b>225</b>	<b>231</b>	<b>231</b>	<b>226</b>

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Full-Time Equivalent Employees By Function**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 16 (continued)**

<b>Commissary Fund</b>										
Commissary	2	2	2	2	2	2	2	2	1	1
<b>Total Commissary Fund</b>	2	2	2	2	2	2	2	2	1	1
<hr/>										
<b>Total</b>	755	754	759	755	755	731	743	743	733	713

SOURCE:  
 St. Tammany Parish Sheriff's Office

Notes:  
 Effective July 1, 2013, the Sheriff's office created the Professional Standards division, which includes the Human Resources, Internal Affairs, Training Center, and Crime Laboratory departments. Previously, these departments were reported in the Administration, Enforcement, and Operations divisions. (See \*)  
 Effective July 1, 2014, the Sheriff's office moved the Court Security and Communications-911 departments from the Enforcement to the Operations division. (See \*\*)

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Operating Indicators**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Table 17

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Population - Total	245,829	242,333	239,193	236,830	234,581	231,224	229,252	226,294	223,133	217,358
Calls for Service	297,025	292,747	279,330	274,036	271,683	288,700	323,943	299,245	*	*
Response to Calls for Service	182,309	170,105	148,522	148,360	158,301	165,241	161,993	169,935	154,210	153,664
Assigned Cases	21,289	21,221	22,567	23,267	24,396	25,294	24,772	26,978	26,788	23,338
Traffic Tickets Issued	5,680	5,074	6,007	7,858	11,209	12,951	14,661	9,219	10,051	8,993
Crime Statistics:										
Murders	3	3	4	5	7	5	4	8	8	15
Rapes	25	5	6	21	19	28	37	40	36	30
Assaults	782	800	892	1,105	1,164	1,356	1,606	1,528	1,353	1,295
Total Persons Crimes	810	808	902	1,131	1,190	1,389	1,647	1,576	1,397	1,340
Robberies	20	23	15	24	24	17	27	34	25	30
Burglary	364	405	601	654	555	583	719	868	691	851
Theft	1,193	1,254	1,663	1,772	1,665	1,630	1,813	1,948	1,715	1,845
Vehicle Theft	115	117	158	155	148	145	189	267	303	274
Arson	14	7	14	10	12	10	23	19	24	23
Total Property Crimes	1,706	1,806	2,451	2,615	2,404	2,385	2,771	3,136	2,758	3,023
Total	2,516	2,614	3,353	3,746	3,594	3,774	4,418	4,712	4,155	4,363
Estimated Value of Property Stolen	\$ 2,951,434	\$ 2,217,988	\$ 3,281,155	\$ 3,080,039	\$ 3,788,694	\$ 3,163,869	\$ 3,040,179	\$ 3,790,747	\$ 4,674,019	\$ 6,139,157
Estimated Value of Property Recovered	\$ 871,571	\$ 465,829	\$ 459,175	\$ 215,988	\$ 483,323	\$ 257,556	\$ 299,242	\$ 329,143	\$ 485,656	\$ 843,293
Crime Rate per 1,000 Residents	10.23	10.79	14.02	15.82	15.32	16.32	19.27	20.82	18.62	20.07

NOTE:

Calls for Service for fiscal years ended June 30, 2006 and 2007 are not available.

SOURCES:

St. Tammany Parish Sheriff's Office  
See Table 14 for Demographic Statistics.

ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Capital Assets By Function  
Fiscal Year Ended June 30, 2015, 2014, 2013, and 2012  
(Unaudited)

Table 18

	Land	Leasehold Improvements	Buildings	Communication Equipment	Other Equipment	Vehicles	Construction in Progress	2015	2014	2013	2012
<b>Public Safety</b>											
Administrative:											
Administration	1	-	1	-	8	4	-	14	18	17	17
Accounting	2	-	1	-	8	1	-	12	12	11	11
Human Resources	*	*	*	*	*	*	*	*	*	3	3
Information Systems	-	-	-	1	126	-	-	127	139	129	113
Criminal Records & Collections	-	-	-	-	1	1	-	2	2	3	3
Property Tax	-	-	-	-	-	1	-	1	1	1	1
Occupational License	-	-	-	-	1	-	-	1	1	1	1
Purchasing	-	-	-	-	-	1	-	1	1	1	1
Public Affairs	-	-	-	-	6	2	-	8	8	8	7
Civil	-	-	-	-	1	13	-	14	14	14	14
Internal Affairs	*	*	*	*	*	*	*	*	*	4	4
Sales Tax	-	-	-	-	1	5	-	6	6	6	6
Building Maintenance	-	1	1	1	27	6	-	36	27	18	11
Transitional Work Program	-	-	1	-	12	-	-	13	15	19	14
Radio Maintenance	-	-	-	165	15	1	-	181	181	189	199
Vehicle Maintenance	-	-	1	-	27	48	-	76	96	95	86
	3	1	5	167	233	83	-	492	521	519	491
Enforcement:											
Court Security	**	**	**	**	**	**	**	**	6	6	6
Communications-911	**	**	**	**	**	**	**	**	8	4	4
Criminal Patrol District II	-	-	-	-	30	66	-	96	100	104	82
Criminal Patrol District III	-	-	1	-	8	51	-	60	69	72	52
Criminal Patrol District IV	-	-	-	-	6	31	-	37	45	45	28
Criminal Investigations	-	-	1	-	4	47	-	52	54	32	32
Crime Laboratory	*	*	*	*	*	*	*	*	*	103	100
Criminal Investigations	-	-	-	-	-	12	-	12	38	26	26
	-	-	2	-	48	207	-	257	320	392	330

**ST. TAMMANY PARISH SHERIFF**  
**ST. TAMMANY PARISH, LOUISIANA**  
**Capital Assets By Function**  
**Fiscal Year Ended June 30, 2015, 2014, 2013, and 2012**  
**(Unaudited)**

Table 18 (continued)

Operations:											
Court Security	-	-	-	-	-	8	-	8	**	**	**
Training Center	*	*	*	*	*	*	*	*	*	387	378
Search & Rescue	-	-	-	1	56	111	-	168	152	152	133
Traffic	-	-	-	1	18	43	-	62	45	54	40
Radio Room	-	-	-	2	1	1	11	15	**	**	**
SWAT Team	-	-	-	-	23	1	-	24	8	8	6
School Crossing Guards	-	-	-	-	-	1	-	1	1	1	1
Street Crimes	-	-	-	-	6	-	-	6	14	11	10
Narcotics	-	-	-	5	42	38	-	85	83	76	69
	-	-	-	9	146	203	11	369	303	689	637
Professional Standards:											
Human Resources	-	-	-	-	2	1	-	3	3	*	*
Internal Affairs	-	-	-	-	-	10	-	10	3	*	*
Training Center	-	-	-	-	380	12	-	392	384	*	*
Crime Laboratory	-	-	1	1	87	13	-	102	104	*	*
	-	-	1	1	469	36	-	507	494	*	*
Corrections	1	4	-	1	128	69	-	203	194	181	157
Total - 2015	4	5	8	178	1,024	598	11	1,828	1,832	1,781	1,615
Total - 2014	4	5	7	179	987	634	16	1,832			
Total - 2013	4	5	7	179	973	609	4	1,781			
Total - 2012	4	3	6	188	884	527	3	1,615			

NOTE 1:  
Capital Assets by Function were compiled beginning in fiscal year ended June 30, 2012.

NOTE 2:  
The administrative division includes the radio maintenance and vehicle maintenance departments. Radio maintenance includes communication equipment that supports the enforcement and operations divisions. Vehicle maintenance includes assets that are shared by various divisions and those vehicles that are being held for auction.

NOTE 3:  
Effective July 1, 2013, the Sheriff's office created the Professional Standards division, which includes the Human Resources, Internal Affairs, Training Center, and Crime Laboratory departments. Previously, these departments were reported in the Administration, Enforcement, and Operations divisions. (See \*)

NOTE 4:  
Effective July 1, 2014, the Sheriff's office moved the Court Security and Radio Room (Communications-911) to the Operations Division. Previously, these departments were reported in the Enforcement division. (See \*\*)

NOTE 5:  
Certain prior year statistical information has been restated to conform with the current year presentation.

SOURCE:  
St. Tammany Parish Sheriff's Office





Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

## ***OTHER GOVERNMENTAL REPORTING INFORMATION***

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# PAILET, MEUNIER and LeBLANC, L.L.P.

Certified Public Accountants

Management Consultants

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

The Honorable Rodney "Jack" Strain, Jr.  
St. Tammany Parish Sheriff  
St. Tammany Parish, 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, each major fund, and the aggregate remaining fund information of the St. Tammany Parish Sheriff (the Sheriff), as of and for the year ended June 30, 2015, 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 22, 2015.

### Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Sheriff'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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **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.

*Pailot, Meunier and LeBlanc, LLP*

Metairie, Louisiana

December 22, 2015

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2015**

Federal Grantor/Pass-Through Grantor			
Program Title	CFDA Number	Grant or Other Number	2015 Expenditures
<b>United States Department of Justice</b>			
Passed through the Louisiana Commission on Law Enforcement			
ARRA Violence Against Women Formula Grant Program	16.588	2014-WF-AX-0021	5,400
ARRA Violence Against Women Formula Grant Program	16.588	2013-WF-AX-0012	3,986
Multi-Jurisdictional Task Force	16.738	2013-MU-BX-0063	19,047
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2013-DJ-BX-0222	11,378
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2014-DJ-BX-1004	18,844
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2013-CD-01-1733	10,776
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2014-CD-01-2122	11,479
Equitable Sharing Program (Asset Forfeiture Program)	16.922	Unknown	<u>54,457</u>
<b>Total United States Department of Justice</b>			<u>\$ 140,532</u>
<b>United States Department of Transportation</b>			
Passed through the State of Louisiana			
Alcohol Impaired Driving Countermeasures Incentive Grants I	<b>20.601</b>	<b>2014-30-56</b>	\$ 27,024
Alcohol Impaired Driving Countermeasures Incentive Grants I	<b>20.601</b>	<b>2015-30-53</b>	<u>119,053</u>
<b>Total United States Department of Transportation</b>			<u>\$ 146,077</u>
<b>Total Federal Expenditures</b>			<u><u>\$ 286,609</u></u>

Notes to the Schedule of Expenditures of Federal Awards

1. The Schedule of Expenditures of Federal Awards was prepared on the accrual basis of accounting.

3. The following is a reconciliation of total federal grant expenditures to the federal grant revenues reported on page 16 of the financial statements:

Total Federal Expenditures	\$ 286,609
Asset Forfeiture Revenues for which no Expenditures were made in the Current Year	<u>42,984</u>
Total	<u><u>\$ 329,593</u></u>

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2015**

**Summary of Auditor's Results**

**Financial Statements**

- |  |            |
|--|------------|
| 1. Type of auditor's report  | Unmodified |
| 2. Compliance and internal control over financial reporting:   |            |
| a. Material weaknesses identified.   | None       |
| b. Significant deficiencies disclosed during the audit of the financial statements, not considered to be material weaknesses.  | None       |
| c. Instances of noncompliance material to the financial Statements of St. Tammany Parish Sheriff, which would be required to be reported in accordance with Government Auditing Standards. | None       |

**Federal Awards (Single Audit Not Required in Current Year)**

- |   |     |
|---|-----|
| 3. Internal control over major federal award programs:                                      |     |
| a. Material weaknesses identified.  | N/A |
| b. Significant deficiencies identified not considered to be material weaknesses.            | N/A |
| 4. Type of auditor's report issued on compliance for major programs.                        | N/A |
| 5. Audit findings disclosed that are required in accordance with OMB A-133, Section 510(a). | N/A |
| 6. Identification of major programs:  | N/A |
| 7. Dollar threshold used to distinguish between Type A and B programs.                      | N/A |
| 8. Auditee qualified as a low-risk auditee under OMB A-133, Section 530                     | N/A |

**Financial Statement Findings**

None

**Federal Awards Findings and Questioned Costs**

None

No management letter was issued.

**ST. TAMMANY PARISH SHERIFF  
ST. TAMMANY PARISH, LOUISIANA  
Schedule of Prior Year Findings and Questioned Costs  
For the Year Ended June 30, 2015**

Financial Statement Findings

None

Federal Awards Findings and Questioned Costs

None

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**ST. TAMMANY PARISH  
SHERIFF'S OFFICE**



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