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**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA**

Annual Financial Report

As of and for the Year Ended June 30, 2007

with

Independent Auditor's Reports

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/23/08

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
ANNUAL FINANCIAL REPORT
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

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**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
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SECTION I – REQUIRED SUPPLEMENTAL INFORMATION

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

As management of the Madison Parish Sheriff, I offer readers of the Madison Parish Sheriff's financial statements this narrative overview and analysis of the financial activities of the Madison Parish Sheriff for the fiscal year ended June 30, 2007. Please read it in conjunction with the basic financial statements and the accompanying notes to the financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the sheriff's basic financial statements. The annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (government-wide financial statements) provide information about the financial activities as a whole and illustrate a longer-term view of the Sheriff's finances. The Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Fund (Fund Financial Statements) tell how these services were financed in the short term as well as what remains for future spending. Fund Financial Statements also report the operations in more detail than the government-wide financial statements by providing information about the most significant funds. This report also contains other supplementary information in addition to the basic financial statements themselves.

Our auditor has provided assurance in their independent auditor's report that the Basic Financial Statements are fairly stated. The auditor, regarding the Required Supplemental Information and the Supplemental Information, is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Madison Parish Sheriff's finances, in a manner similar to a private-sector business.

Statement of Net Assets

The Statement of Net Assets presents information on all of the Madison Parish Sheriff's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Madison Parish Sheriff is improving or deteriorating.

Continued

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

OVERVIEW OF THE FINANCIAL STATEMENTS – CONTINUED

Statement of Activities

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned, but unused sick leave).

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 Madison Parish Sheriff, 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 Madison Parish Sheriff can be divided into two categories: governmental funds and fiduciary (agency) 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 evaluating 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 governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Continued

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

OVERVIEW OF THE FINANCIAL STATEMENTS – CONTINUED

Governmental Funds – Continued

The Madison Parish Sheriff maintains six individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, and the Corrections Division special revenue fund, which are considered to be major funds. Data from the other funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules in the other supplemental information section of the report.

The Madison Parish Sheriff adopts an annual appropriated budget for the general fund and the special revenue funds. A budgetary comparison statement is provided for the major funds to demonstrate compliance with this budget.

Fiduciary Funds

Fiduciary (agency) funds are used to account for resources held for the benefit of parties outside the Madison Parish Sheriff. The Sheriff only receives a commission from the fund receipts for administering these funds. Since the majority of these fund resources are not available to support the Madison Parish Sheriff's programs, fiduciary (agency) funds are not reflected in the government-wide financial statement.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the Madison Parish Sheriff's performance.

The combining schedules for non-major governmental funds are presented immediately following the required supplementary information.

Continued

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. At the close of the most recent fiscal year, assets of the Madison Parish Sheriff exceeded liabilities by \$4,068,805. The balance in unrestricted net assets is affected by two factors: 1) resources expended, over time, by the Madison Parish Sheriff to acquire capital assets from sources other than internally generated funds (i.e., debt), and 2) required depreciation on assets having been included in the statement of net assets.

STATEMENT OF NET ASSETS

	<u>2006</u>	<u>2007</u>
ASSETS		
Cash and cash equivalents	\$ 1,964,317	\$ 1,655,226
Investments	1,499,461	1,579,733
Receivables	576,926	745,082
Due from other funds	29,657	-
Other receivables	-	760
Inventory	23,215	17,579
Capital assets (net of accumulated depreciation)	<u>426,357</u>	<u>629,156</u>
TOTAL ASSETS	<u>\$ 4,519,933</u>	<u>\$ 4,627,536</u>
LIABILITIES		
Accounts payable	\$ 237,985	\$ 236,184
Salaries payable	149,969	121,648
Deferred revenue - protest taxes	2,269	-
Other payables	162	901
Due to taxing bodies and others	<u>200,000</u>	<u>200,000</u>
TOTAL LIABILITIES	<u>\$ 590,385</u>	<u>\$ 558,733</u>
NET ASSETS		
Invested in capital assets, net of related debt	\$ 426,357	\$ 629,156
Unrestricted	<u>3,503,191</u>	<u>3,439,647</u>
TOTAL NET ASSETS	<u>\$ 3,929,548</u>	<u>\$ 4,068,803</u>

Continued

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – CONTINUED

STATEMENT OF ACTIVITIES

	<u>2006</u>	<u>2007</u>
Public safety:		
Personal services	\$ 3,468,879	\$ 3,560,405
Operating services	2,058,090	2,193,217
Materials and supplies	1,575,229	1,690,499
Travel	24,470	27,078
Depreciation expense	171,545	220,282
Total program expenses	<u>7,298,212</u>	<u>7,691,481</u>
Program revenues:		
Commissions on license and taxes	58,838	63,231
Civil and criminal fees	114,394	152,554
Court attendance	4,182	4,590
Transportation of prisoners	8,558	8,518
Feeding and keeping prisoners	4,940,865	4,865,356
Tax notices	10,710	12,309
Other	524,838	632,002
Total program revenues	<u>5,662,385</u>	<u>5,738,560</u>
General revenues:		
Taxes		
Ad valorem	365,769	375,158
Sales tax	488,697	512,030
Grants and contributions not restricted to specific programs:		
Federal sources	45,018	85,577
State sources		
State revenue sharing (net)	42,299	42,336
State supplemental pay	204,802	218,447
Other	563,213	632,938
Local sources	45,460	69,838
Interest earned	120,165	142,872
Miscellaneous:		
Gain on sale/disposition of assets	-	4,588
Insurance proceeds	11,909	8,392
Total general revenues	<u>1,887,332</u>	<u>2,092,176</u>
Total revenues	<u>7,549,717</u>	<u>7,830,736</u>
Change in net assets	251,505	139,255
Net assets -beginning of year	3,678,043	3,929,548
Net assets -end of year	<u>\$ 3,929,548</u>	<u>\$ 4,068,803</u>

Continued

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

As noted earlier, the Madison Parish Sheriff uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2007, combined governmental fund balances of \$3,489,137 showed a decrease of \$63,542 over June 30, 2006. The General Fund's portion of the unreserved, undesignated fund balance of \$2,341,946 shows an increase of \$4,375 from the prior year amount. The Corrections Division's portion of the unreserved, undesignated fund balance of \$946,056 shows a decrease of \$116,574 from the prior year amount. Total revenues for the year ended 2007 and 2006 respectively were \$7,823,488 and \$7,549,717. Total expenses for 2007 and 2006 were \$7,688,820 and \$7,298,212 respectively. An increase in operating services, material and supplies, and depreciation expense can be contributed partly to the purchase of new vehicles which required additional equipment. The Sheriff also experienced an increase in income related to civil and criminal fees as there were more court cases in the current year and a decrease in revenue for feeding prisoners due to a change in the rate at which they are paid per prisoner.

FINANCIAL ANALYSIS OF INDIVIDUAL FUNDS

The Sheriff also experienced significant changes in the fund balance of several agency funds. The Tax Collector fund decreased as the Sheriff had received an additional federal refuge tax payment during June 2006. That payment was distributed to the appropriate agencies in July 2006. The work release fund experienced a decrease in fund balance as a result of lower inmate account balances at the end of the fiscal year. These lower balances were the result of an increased administrative fee charged by the Detention Center fund.

GENERAL FUND AND MAJOR FUND BUDGETARY HIGHLIGHTS

Differences between expenditures of the original budget and the final budget for the General Fund were due primarily to an increase in materials and supplies and capital outlay. The difference in revenues in the General Fund was due to increase in anticipated revenue from sales tax, as well as state grants and fees, charges and commissions for services. In addition, actual revenues received from state grants, sales tax, and civil and criminal fees were higher than the final budgeted amount due to an increase in allocations to the sheriff.

Continued

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

GENERAL FUND AND MAJOR FUND BUDGETARY HIGHLIGHTS – CONTINUED

In the Corrections Division, the original budget differed from the final budget due to a decrease in revenues for feeding prisoners and in other revenues anticipated. In addition, the actual revenue received from feeding prisoners was lower than the final budgeted amount due to a decrease in rates reimbursed by the State Corrections Department. Differences in expenditures from the original budget to final budget were mainly due to an increase in capital outlay as the sheriff replaced several vehicles during the year. The difference in expenditures from final budget to actual expenditures was due to an increase in materials and supplies and a decrease to operating services. Differences for other financing sources of original budget to final were the result of an increase in transfers to the General Fund and the sale of fixed assets.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets

The Madison Parish Sheriff's investment in capital assets for its governmental activities as of June 30, 2007, amounts to \$629,156 (net of accumulated depreciation). This investment includes buildings, furniture, and equipment. The increase in capital assets for the year was \$456,929, the majority of which was attributable to the purchase of law enforcement vehicles.

Long-term debt

At the end of the fiscal year, Madison Parish Sheriff had no debt outstanding.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Madison Parish Sheriff's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Madison Parish Sheriff, Courthouse Building, Tallulah, LA 71282.

SECTION II – BASIC FINANCIAL STATEMENTS



INDEPENDENT AUDITOR'S REPORT

Madison Parish Sheriff
Tallulah, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Madison Parish Sheriff, a component unit of the Madison Parish Police Jury, as of and for the year then ended June 30, 2007, which collectively comprise the Madison Parish Sheriff's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Madison Parish Sheriff's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the basic 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 Madison Parish Sheriff as of June 30, 2007, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 5, 2007, on our consideration of the Madison 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

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Madison Parish Sheriff
Tallulah, Louisiana

Page Two

The management's discussion and analysis and budgetary comparison information on pages 4 through 10 and 38 through 41, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Madison Parish Sheriff's basic financial statements. The other supplemental schedules listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the Madison Parish Sheriff. The non-major governmental fund type combining schedules, schedule of expenditures of federal awards, and schedule of governmental fund expenditures has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The fiduciary fund type combining schedule has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

May & Company

Vicksburg, Mississippi
November 5, 2007

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
STATEMENT OF NET ASSETS
GOVERNMENT-WIDE FINANCIAL STATEMENTS
JUNE 30, 2007**

	Statement A
ASSETS	
Cash and cash equivalents	\$ 1,655,226
Investments	1,579,733
Receivables	745,082
Other receivables	760
Inventory	17,579
Capital assets (net of accumulated depreciation)	<u>629,156</u>
TOTAL ASSETS	<u>\$ 4,627,536</u>
LIABILITIES	
Accounts payable	\$ 236,184
Salaries payable	121,648
Other payables	901
Due to taxing bodies and others	<u>200,000</u>
TOTAL LIABILITIES	<u>558,733</u>
NET ASSETS	
Invested in capital assets, net of related debt	629,156
Unrestricted	<u>3,439,647</u>
TOTAL NET ASSETS	<u>4,068,803</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 4,627,536</u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
STATEMENT OF ACTIVITIES
GOVERNMENT-WIDE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

	Statement B
Public safety:	
Program expenses:	
Personal services and related benefits	\$ 3,560,405
Operating services	2,193,217
Materials and supplies	1,690,499
Travel and other charges	27,078
Depreciation expense	220,282
Total program expenses	<u>7,691,481</u>
Program revenues:	
Commissions on licenses and taxes	63,231
Civil and criminal fees	152,554
Court attendance	4,590
Transportation of prisoners	8,518
Feeding and keeping of prisoners	4,865,356
Tax notices	12,309
Other	632,002
Total program revenues	<u>5,738,560</u>
Net program expenses	<u>(1,952,921)</u>
General revenues:	
Taxes	
Ad valorem	375,158
Sales tax	512,030
Grants and contributions not restricted to specific programs:	
Federal sources	85,577
State sources:	
State revenue sharing (net)	42,336
State supplemental pay	218,447
Other	632,938
Local sources	69,838
Interest earned	142,872
Miscellaneous items:	
Insurance	8,392
Gain on the sale of fixed assets	4,588
Total general revenues	<u>2,092,176</u>
Change in net assets	139,255
NET ASSETS	
Beginning of year	<u>3,929,548</u>
End of year	<u><u>\$ 4,068,803</u></u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2007**

Statement C

	<u>MAJOR FUNDS</u>			Total Governmental Funds
	<u>General Fund</u>	<u>Detention Center</u>	<u>Other Governmental Funds</u>	
ASSETS				
Cash and cash equivalents	\$ 775,138	\$ 649,364	\$ 230,724	\$ 1,655,226
Investments	1,350,791	228,942	-	1,579,733
Receivables	219,285	523,395	2,402	745,082
Due from other funds	28,337	-	-	28,337
Other receivables	760	-	-	760
Inventories	-	-	17,579	17,579
TOTAL ASSETS	<u>\$ 2,374,311</u>	<u>\$ 1,401,701</u>	<u>\$ 250,705</u>	<u>\$ 4,026,717</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 4,833	\$ 207,497	\$ 23,854	\$ 236,184
Salaries payable	27,250	44,910	-	72,160
Due to other funds	-	3,238	25,099	28,337
Payable to other governments	-	200,000	-	200,000
Other payables	284	-	617	901
TOTAL LIABILITIES	<u>\$ 32,367</u>	<u>\$ 455,645</u>	<u>\$ 49,570</u>	<u>\$ 537,582</u>
Fund balances:				
Unreserved	\$ 2,341,944	\$ 946,056	\$ -	\$ 3,288,000
Unreserved, reported in non-major:				
Special revenue funds	-	-	201,135	201,135
Total fund balances	<u>2,341,944</u>	<u>946,056</u>	<u>201,135</u>	<u>3,489,135</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,374,311</u>	<u>\$ 1,401,701</u>	<u>\$ 250,705</u>	<u>\$ 4,026,717</u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

Total fund balances at June 30, 2007 - Governmental Funds (Statement C)		\$ 3,489,135
Cost of capital assets at June 30, 2007	1,613,171	
Less: Accumulated depreciation as of June 30, 2007	<u>(984,015)</u>	629,156
Compensated Absences are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Assets.		<u>(49,488)</u>
Net assets of governmental activities in the Statement of Net Assets		<u><u>\$ 4,068,803</u></u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

	<u>MAJOR FUNDS</u>			Statement D
	<u>General Fund</u>	<u>Corrections Division</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes				
Ad valorem	\$ 375,158	\$ -	\$ -	\$ 375,158
Sales tax	512,030	-	-	512,030
Intergovernmental revenues:				
Federal grants	63,594	-	21,983	85,577
State grants:				
State revenue sharing (net)	42,336	-	-	42,336
State supplemental pay	218,447	-	-	218,447
Other	632,288	650	-	632,938
Local grants	69,838	-	-	69,838
Fees, charges, and commissions for services:				
Commissions on licenses and taxes, etc.	63,231	-	-	63,231
Civil and criminal fees	152,554	-	-	152,554
Court attendance	4,590	-	-	4,590
Transportation of prisoners	8,518	-	-	8,518
Feeding and keeping of prisoners	59,965	4,805,392	-	4,865,357
Tax notices	12,309	-	-	12,309
Interest	96,133	39,097	7,642	142,872
Other	3,316	160,623	468,063	632,002
Total revenues	<u>2,314,307</u>	<u>5,005,762</u>	<u>497,688</u>	<u>7,817,757</u>
EXPENDITURES				
Public safety:				
Current:				
Personal services and related benefits	1,698,980	1,849,843	11,583	3,560,406
Operating services	214,947	1,939,092	39,178	2,193,217
Materials and supplies	228,725	1,092,375	369,402	1,690,502
Travel and other charges	12,886	14,193	-	27,079
Capital outlay	370,256	54,962	31,711	456,929
Total expenditures	<u>2,525,794</u>	<u>4,950,465</u>	<u>451,874</u>	<u>7,928,133</u>
Excess (deficiency) of revenues over expenditures	<u>(211,487)</u>	<u>55,297</u>	<u>45,814</u>	<u>(110,376)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from insurance	8,392	-	-	8,392
Sale of fixed assets	15,425	23,014	-	38,439
Transfers in	194,885	-	2,842	197,727
Transfers out	(2,842)	(194,885)	-	(197,727)
Total other financing sources and uses	<u>215,860</u>	<u>(171,871)</u>	<u>2,842</u>	<u>46,831</u>
Net change in fund balances	<u>4,373</u>	<u>(116,574)</u>	<u>48,656</u>	<u>(63,545)</u>
Fund balances - beginning	<u>2,337,571</u>	<u>1,062,630</u>	<u>152,479</u>	<u>3,552,680</u>
Fund balances - ending	<u>\$ 2,341,944</u>	<u>\$ 946,056</u>	<u>\$ 201,135</u>	<u>\$ 3,489,135</u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

Net change in fund balances - Governmental Funds (Statement D):	\$	(63,545)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report the entire net sales price (proceeds) from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain on the sale of the assets. Thus, the change in net assets differs from the change in fund balance by the cost of the asset sold.		(33,849)
---	--	----------

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlay in the period.		236,649
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Change in net assets of governmental activities	\$	139,255
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The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
JUNE 30, 2007**

Statement E

	<u>Tax Collector</u>	<u>Civil Fund</u>	<u>Criminal Fund</u>	<u>Inmate Funds</u>	<u>Work Release Fund</u>	<u>Special Asset Forfeiture Fund</u>	<u>Off Duty Deputy Witness Fund</u>
ASSETS							
Cash and cash equivalents	\$ 4,086	\$ 3,217	\$ 94,777	\$ 70,410	\$ 40,637	\$ 13,937	\$ 1
Due from other governments	-	-	-	-	-	-	200
Other receivables	-	-	-	617	-	-	-
Investment	19,514	-	-	-	-	-	-
Total assets	<u>\$ 23,600</u>	<u>\$ 3,217</u>	<u>\$ 94,777</u>	<u>\$ 71,027</u>	<u>\$ 40,637</u>	<u>\$ 13,937</u>	<u>\$ 201</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ 281	\$ -	\$ -	\$ -	\$ 201
Unsettled deposits due to:							
Others	23,600	3,217	94,496	71,027	40,637	13,937	-
Total liabilities	<u>\$ 23,600</u>	<u>\$ 3,217</u>	<u>\$ 94,777</u>	<u>\$ 71,027</u>	<u>\$ 40,637</u>	<u>\$ 13,937</u>	<u>\$ 201</u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE A. DESCRIPTION OF ENTITY

Description of Operation

As provided by Article V, Section 27 of the Louisiana Constitution of 1974, the Sheriff serves a four year term as the chief executive officer of the law enforcement district and ex-officio tax collector of the parish. The Sheriff also administers the parish jail system and exercises duties required by the parish court system, such as providing bailiffs, executing orders of the court, and serving subpoenas. As the ex-officio tax collector of the parish, the Sheriff is responsible for the collection and distribution of ad valorem property taxes, parish occupational licenses, state revenue sharing funds, and fines, costs, and bond forfeitures imposed by the district court.

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

Reporting Entity

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

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

Continued

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE A. DESCRIPTION OF ENTITY – CONTINUED

Reporting Entity - Continued

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

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

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements of the Madison Parish Sheriff have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Government-Wide Statements

The Sheriff's basic financial statements include both government-wide (reporting the Sheriff as a whole) and fund financial statements (reporting the Sheriff's major fund). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. All activities of the Sheriff are classified as governmental.

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the Sheriff, except for fiduciary funds. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

In the Statement of Net Assets, governmental activities are presented on a consolidated basis and are presented on a full accrual basis, which recognizes all long-term assets and receivables as well as long-term obligations. Net assets are reported in three parts; invested in capital assets, net of any related debt; restricted net assets; and unrestricted net assets.

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

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Government-Wide Statements – Continued

Program revenues included in the Statement of Activities (Statement B) are derived directly from parties outside the Sheriff's taxpayers or citizenry. Program revenues reduce the cost of the function to be financed from the Sheriff's general revenues.

The Sheriff reports all direct expenses by function in the Statement of Activities (Statement B). Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function.

Fund Financial Statements

The financial transactions of the Sheriff are reported in individual funds in the fund financial statements. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Fund financial statements report detailed information about the Sheriff. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column.

A fund is a separate accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Funds are classified into three categories; governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types". Governmental funds are used to account for a government's general activities, where the focus of attention is on the providing of services to the public as opposed to proprietary funds where the focus of attention is on recovering the cost of providing services to the public or other agencies through service charges or user fees. Fiduciary funds are used to account for assets held for others. The Sheriff's current operations require the use of only governmental and fiduciary funds. The governmental and fiduciary fund types used by the Sheriff are described as follows:

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Fund Financial Statements – Continued

Governmental Fund Types

The General Fund, as provided by Louisiana Revised Statute 13:781, is the principal fund of the Sheriff and is used to account for the operations of the Sheriff's office. The various fees and charges due to the Sheriff's office are accounted for in this fund. General operating expenditures are paid from this fund

The Corrections Division Fund is used to account for the proceeds of specific revenue sources such as grants and state and parish funds for maintaining state and parish prisoners. Those revenues are restricted to expenditures for specified purposes.

Fiduciary Fund Types

Agency funds are used as depositories for civil suits, criminal fines, cost and forfeitures, cash bonds, taxes, and fees. Disbursements from the funds are made to various parish agencies and litigants in suits, in the manner prescribed by law. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurement made regardless of the measurement focus applied.

1. Accrual:

Governmental type activities in the government-wide financial statements and the fiduciary fund statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Basis of Accounting – Continued

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. With this current financial measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Sheriff considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is 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. The governmental funds use the following practices in recording revenues and expenditures:

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Basis of Accounting – Continued

Revenues

Ad valorem taxes and the related state revenue sharing are recorded in the year the taxes are due and payable. Ad valorem taxes are based on assessed values on a calendar year basis by the Madison Parish Tax Assessor and attach as an enforceable lien on January 1 of each year. Ad valorem taxes become due and payable to the Sheriff on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December, January, and February of the fiscal year. The taxes are remitted to the appropriate taxing bodies net of deductions for assessor's compensation and pension fund contributions. For the year ended June 30, 2007, law enforcement taxes applicable to the Sheriff's general fund, were levied at the rate of 8.40 mills on property with net assessed valuations (after homestead exemption) totaling \$45,221,620.

Intergovernmental revenues and fees, charges, and commissions for services are recorded when the Sheriff is entitled to the funds.

Interest income on time deposits is recorded when the time deposits have matured and the income is available.

Substantially all other revenues are recognized when received by the Sheriff.

Based on the above criteria, intergovernmental revenues and fees, charges, and commissions for services are treated as susceptible to accrual.

Expenditures

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

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (and any other financing source/use) are accounted for as other financing sources (uses).

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Cash and Cash Equivalents

Under state law, the Sheriff may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. At June 30, 2007, the Sheriff has cash and equivalents (book balances) totaling \$1,882,293 as follows:

Demand deposits	\$ 1,576,552
Time deposits	303,141
Petty cash	<u>2,600</u>
Total	<u>\$ 1,882,293</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance 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 bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Cash and cash equivalents (bank balances) at June 30, 2007, are secured as follows:

Bank balances	<u>\$ 1,912,751</u>
Federal deposit insurance	\$ 203,649
Pledged securities (uncollateralized)	<u>3,740,420</u>
Total	<u>\$ 3,944,069</u>

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Cash and Cash Equivalents – Continued

Because the pledged securities are held by a custodial bank in the name of the fiscal agent bank rather than in the name of the Sheriff, they are considered uncollateralized (Category 3) under the provisions of GASB Nos. 3 as amended by GASB 40; however, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Sheriff that the fiscal agent has failed to pay deposited funds upon demand. Further, LRS 39:1224 states that securities held by a third party shall be deemed to be held in the Sheriff's name.

Investments

Investments held at June 30, 2007 consist of \$1,579,733 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section 150.128, the investment in LAMP at June 30, 2007 is not exposed to custodial credit risk because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form. LAMP is rated AAAM by Standard & Poor's.

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

Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA-R.S. 33:2955(A)(1)(h) which allows all

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Investments – Continued

municipalities, parishes, school boards, and any other political subdivisions of the State to invest in “investment grade (A-1/P-1) commercial paper of domestic United States corporations.” Effective October 1, 2001, LAMP’s Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

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

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

The financial statements of LAMP, Inc. are available for review on the Legislative Auditor’s web site at www.la.state.la.us.

Inventory

The Sheriff’s Corrections Division maintains inventory for use by the inmates. The inmates use the funds they have earned to purchase items stored in inventory. Inventory is carried at cost, which is determined by the lower of cost or market method.

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 \$1,000 for capitalizing capital assets.

Capital assets are recorded in the government wide financial statements, but are not reported in the fund financial statements. Since surplus assets are sold for an immaterial amount when

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Capital Assets - Continued

declared as no longer needed for public purposes by the Sheriff, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	20 - 40 years
Furniture and fixtures	5 - 10 years
Vehicles	5 - 15 years
Equipment	5 - 20 years

Risk Management

The Sheriff is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets and errors and omissions. To handle such risk of loss, the Sheriff maintains commercial insurance policies covering his automobiles and surety bond coverage. No claims were paid on any of the policies during the past three years which exceeded the policies' coverage amounts. There were no significant reductions in insurance coverage during the year ended June 30, 2007. In addition, a majority of the Sheriff's funding is dependant on the state of Louisiana and the continuing support of the parish government and the application of its laws and statutes.

Vacation and Sick Leave

All employees are granted three weeks of vacation leave each year. Vacation leave is encouraged to be taken in the current year, but may be accumulated and carried forward up until six months into the succeeding year and is paid upon termination. Accrued vacation payable at June 30, 2007 is \$49,488.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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.

NOTE C. RECEIVABLES

The receivables of \$745,082, at June 30, 2007, are as follows:

<u>Class of receivables</u>	<u>General Fund</u>	<u>Detention Center</u>	<u>Non - Major Funds</u>	<u>Total</u>
Sales tax	\$ 44,235	\$ -	\$ -	\$ 44,235
Intergovernmental revenues:				
Federal sources	-	-	-	-
State sources	143,704	-	1,600	145,304
Local sources	3,351	6,080	145	9,576
Fees, charges, and commissions for services:				
Commissions on licenses, taxes, etc.	5,150	-	-	5,150
Civil and criminal fees	8,841	-	-	8,841
Court attendance	1,190	-	-	1,190
Transportation of prisoners	1,937	-	-	1,937
Feeding and keeping prisoners	10,877	503,650	-	514,527
Miscellaneous	<u>-</u>	<u>13,665</u>	<u>657</u>	<u>14,322</u>
Total	<u>\$ 219,285</u>	<u>\$ 523,395</u>	<u>\$ 2,402</u>	<u>\$ 745,082</u>

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE D. CAPITAL ASSETS

A summary of changes in office furnishings and equipment for the year ended June 30, 2007, follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
General Fund				
Vehicles	\$ 834,459	\$ 356,461	\$ (233,875)	\$ 957,045
Equipment	<u>258,684</u>	<u>27,311</u>	<u>(2,446)</u>	<u>283,549</u>
Total	<u>1,093,143</u>	<u>383,772</u>	<u>(236,321)</u>	<u>1,240,594</u>
Corrections Division:				
Buildings	32,461	1,040	-	33,501
Equipment	<u>288,010</u>	<u>72,117</u>	<u>(21,051)</u>	<u>339,076</u>
Total	<u>320,471</u>	<u>73,157</u>	<u>(21,051)</u>	<u>372,577</u>
Total assets	<u>\$ 1,413,614</u>	<u>\$ 456,929</u>	<u>\$ (257,372)</u>	<u>\$ 1,613,171</u>

A summary of assets net of accumulated depreciation follows:

Total assets	\$ 1,613,171
Prior year accumulated depreciation	(987,257)
Current year depreciation	(220,282)
Depreciation on deletions	<u>223,524</u>
Net capital assets	<u>\$ 629,156</u>

NOTE E. PENSION PLAN

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

All Sheriff's and all deputies who are found to be physically fit, who are between the ages of 18 and 50 at the time of original employment, and who earn not less than \$400 per month are required to participate in the System. Employees are eligible to retire at or after age 55 with at least 12 years of credited service and receive a benefit, payable monthly for life, equal to a percentage of their final-average salary for each year of credited service.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE E. PENSION PLAN – CONTINUED

The percentage factor to be used for each year of service is 2.5% for each year if total service is at least 12 but less than 15 years, 2.75% for each year if total service is at least 15 but less than 20 years, and 3% for each year if total service is at least 20 years (Act 1117 of 1995 increased the accrual rate by 0.25% for all service rendered on or after January 1, 1980.) The retirement benefit cannot exceed 100 percent of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination as indicated previously. Employees who terminate with at least 20 years of credited service are also eligible to elect early benefits between ages 50 and 55 with reduced benefits equal to the actuarial equivalent of the benefit to which they would otherwise be entitled at age 55. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Sheriff's Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, Louisiana 70802, or by calling (800) 586-9049.

Plan members are required by state statute to contribute 10 percent of their annual covered salary and the Madison Parish Sheriff is required to contribute at an actuarially determined rate. The current rate is 11 percent of annual covered payroll. Contributions to the System also include one-half of one percent of the taxes shown to be collectible by the tax rolls of each parish and funds as required and available from insurance premium taxes. The contribution requirements of plan members and the Madison Parish Sheriff are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Madison Parish Sheriff's contributions to the System for the years ended June 30, 2007, 2006, and 2005 were \$283,581, \$284,735, and \$236,778, respectively, equal to the required contributions for each year.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE F. POST RETIREMENT BENEFITS

The Madison Parish Sheriff provides certain health care and life insurance benefits for retired employees as provided by Louisiana Revised Statute 33:1450. Substantially all of the Sheriff's employees become eligible for these benefits if they reach normal retirement age while working for the Sheriff's office. These benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid by the Sheriff, with the retiree paying the dependent premium. All of the eligible retirees participate in the post-retirement benefits program. The Sheriff recognizes the cost of providing these benefits (the Sheriff's cost of premiums) as an expenditure when the monthly premiums are due. For the year ended June 30, 2007, \$29,366 was for retiree benefits.

NOTE G. DUE TO/FROM OTHER FUNDS

Individual balances due from/to other funds at June 30, 2007, are as follows:

	<u>Due To</u>	<u>Due From</u>
General Fund		
Non-major Governmental Funds	-	25,099
Corrections Division Fund	-	3,238
Corrections Division Fund		
General Fund	3,238	-
Non-major Governmental Funds		
General Fund	<u>25,099</u>	<u>-</u>
Total	<u>\$ 28,337</u>	<u>\$ 28,337</u>

Obligations which are due to the General Fund are to fund general operations and to reimburse fund expenses. All remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenses occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NOTE H. CHANGES IN TAX COLLECTOR AGENCY FUND BALANCES

A summary of changes in tax collector agency fund balances follows:

	<u>Tax Collector Fund</u>
Balance at:	
June 30, 2006	\$ 177,515
Additions:	
Taxes, fees, paid to tax collector	5,274,604
Reductions:	
Madison Parish	
Sheriffs general fund	483,264
Clerk of court	400
Police jury	1,775,149
School board	1,412,864
Assessor	313,583
Louisiana department of agriculture	7,118
Louisiana tax commission	1,673
Levee district	212,271
Hospital service district	640,816
Library	265,330
Port commission	144,992
Pension funds	139,586
Refunds	16,909
Other reductions	<u>14,564</u>
Total deductions	<u>5,428,519</u>
Change in balance due others	<u>(153,915)</u>
June 30, 2007	<u>\$ 23,600</u>

NOTE I. LITIGATION AND CLAIMS

At June 30, 2007, the Madison Parish Sheriff is involved in a lawsuit in which the outcome, in the opinion of the Sheriff's legal counsel, will not materially affect the financial statements. The lawsuit is insured by the Louisiana Sheriff's Risk Management Program.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

**NOTE J. EXPENDITURES OF THE SHERIFF'S OFFICE PAID BY THE PARISH POLICE
JURY**

The Madison Parish Sheriff's office is located in the parish courthouse. The cost of maintaining and operating the courthouse, as required by Louisiana Revised Statute 33:4715, is paid by the Madison Parish Police Jury.

NOTE K. FUND TRANSFERS

The Madison Parish Sheriff's office had total fund transfers at June 30, 2007 of \$197,727. These transfers consisted of the following:(1) The General Fund transferred \$2,842 to the LLEB Grant Fund (non-major governmental fund) for the cash match of grant revenues required by the grant agreement (2)The Corrections Division transferred \$194,885 to the General Fund to fund operations.

SECTION III – REQUIRED SUPPLEMENTAL INFORMATION

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Schedule 1
	Original	Final		Variance with Final Budget - Positive (Negative)
	REVENUES			
Taxes:				
Ad valorem	\$ 365,000	\$ 375,000	\$ 375,158	\$ 158
Sales tax	440,000	467,000	512,030	45,030
Intergovernmental revenues				
Federal grants	5,000	43,294	63,594	20,300
State grants:				
State revenue sharing (net)	42,000	42,000	42,336	336
State supplemental pay	208,000	208,000	218,447	10,447
Other	535,000	608,772	632,288	23,516
Local grants	50,000	66,333	69,838	3,505
Fees, charges, and commissions for services:				
Commissions on licenses and taxes	64,000	60,500	63,231	2,731
Civil and criminal fees	101,000	129,100	152,554	23,454
Court attendance	3,100	3,800	4,590	790
Transportation of prisoners	6,000	8,000	8,518	518
Feeding and keeping of prisoners	47,000	63,000	59,965	(3,035)
Tax notices	5,000	12,200	12,309	109
Interest	60,000	89,500	96,133	6,633
Other	-	-	3,317	3,317
Total revenues	<u>1,931,100</u>	<u>2,176,499</u>	<u>2,314,308</u>	<u>137,809</u>
EXPENDITURES				
Public safety:				
Current:				
Personal services and benefits	1,646,600	1,793,060	1,698,980	94,080
Operating services	206,150	225,000	214,947	10,053
Materials and supplies	183,000	260,000	228,725	31,275
Travel and other charges	21,460	26,000	12,886	13,114
Capital outlay	200,000	390,000	370,256	19,744
Total expenditures	<u>2,257,210</u>	<u>2,694,060</u>	<u>2,525,794</u>	<u>168,266</u>
Excess (deficiency) of revenues over expenditures	<u>(326,110)</u>	<u>(517,561)</u>	<u>(211,486)</u>	<u>306,075</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of assets	-	-	15,425	15,425
Proceeds from insurance	-	-	8,393	8,393
Transfers in	120,000	194,885	194,885	-
Transfers out	-	(1,776)	(2,842)	(1,066)
Total other financing sources	<u>120,000</u>	<u>193,109</u>	<u>215,861</u>	<u>22,752</u>
Net change in fund balances	(206,110)	(324,452)	4,375	328,827
Fund balances - beginning	2,110,000	2,337,571	2,337,571	-
Fund balances - ending	<u>\$ 1,903,890</u>	<u>\$ 2,013,119</u>	<u>\$ 2,341,946</u>	<u>\$ 328,827</u>

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
CORRECTIONS DIVISION FUND
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Schedule 2
	Original	Final		Variance with Final Budget - Positive (Negative)
	REVENUES			
State grants - other	\$ -	\$ -	\$ 650	\$ 650
Fees, charges, and commissions for services:				
Feeding and keeping of prisoners	4,938,000	4,818,000	4,805,392	(12,608)
Interest	25,000	35,000	39,097	4,097
Other	35,520	-	160,623	160,623
Total revenues	<u>4,998,520</u>	<u>4,853,000</u>	<u>5,005,762</u>	<u>152,762</u>
EXPENDITURES				
Personal services and benefits	1,869,500	1,869,500	1,849,843	19,657
Operating services	2,042,350	2,042,350	1,939,092	103,258
Materials and supplies	1,028,000	1,028,000	1,092,375	(64,375)
Travel and other charges	10,000	18,000	14,193	3,807
Capital outlay	-	60,000	54,962	5,038
Total expenditures	<u>4,949,850</u>	<u>5,017,850</u>	<u>4,950,465</u>	<u>67,385</u>
Excess (deficiency) of revenues over expenditures	<u>48,670</u>	<u>(164,850)</u>	<u>55,297</u>	<u>220,147</u>
OTHER FINANCING SOURCES (USES)				
Sale of fixed assets	-	23,013	23,014	1
Transfers out	(120,000)	(194,885)	(194,885)	-
Total other financing sources	<u>(120,000)</u>	<u>(171,872)</u>	<u>(171,871)</u>	<u>1</u>
Net change in fund balances	(71,330)	(336,722)	(116,574)	220,148
Fund balances - beginning	750,000	1,062,630	1,062,630	-
Fund balances - ending	<u>\$ 678,670</u>	<u>\$ 725,908</u>	<u>\$ 946,056</u>	<u>\$ 220,148</u>

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

Proposed budgets, prepared on the modified accrual basis of accounting, for the General Fund and the Special Revenue Funds are published in the official journal at least ten days prior to the public hearing. A public hearing is held at the Madison Parish Sheriff's office during the month of June for comments from taxpayers. The budgets are then legally adopted by the Sheriff and amended during the year, as necessary. The budgets are established and controlled by the Sheriff at the object level of expenditure. Appropriations lapse at year-end and must be appropriated again for the following year to be expended.

Formal budgetary integration is employed as a management control device during the year. Budgeted amounts included in the accompanying budgetary comparison schedule include the original adopted budget amounts and all subsequent amendments.

SECTION IV – OTHER SUPPLEMENTAL SCHEDULES

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
NON-MAJOR GOVERNMENTAL FUND TYPES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

NON-MAJOR FUNDS

LOUISIANA LAW ENFORCEMENT BLOCK GRANT (LLEBG) FUND

The Louisiana Law Enforcement Block Grant Fund consists of a federal grant from the United States Department of Justice passed through the Louisiana Commission on Law Enforcement and Administration of Criminal Justice, and local matching grants. The purpose of the fund is to increase the apprehension, prosecution, adjudication, detention, rehabilitation, eradication, and treatment of persons who violate state and local laws relating to the production, possession, and transfer of controlled substances.

GRANT FUND

The Grant Fund consists of state grants from the Louisiana Commission on Law Enforcement and public donations. The grant and donations are used to reduce illegal drug use among youth through educational programs.

CONCESSIONS FUNDS

The Concessions Funds accounts for the purchase and resale of personal items to the inmates at the corrections division and jail.

INMATE WELFARE FUND

The Inmate Welfare Fund accounts for the mechanic sales of the inmates. Forty percent of the earnings are transferred to the Inmate Fund, while the remaining sixty percent is retained in the Inmate Welfare Fund, and used to meet the needs of inmates.

MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30 2007

Schedule 3

	<u>LLE Grant</u> <u>Fund</u>	<u>Grant Fund</u>	<u>Concession</u> <u>Funds</u>	<u>Inmate</u> <u>Welfare</u>	<u>Total Other</u> <u>Governmental</u> <u>Funds</u>
ASSETS					
Cash	\$ 23,499	\$ 6,153	\$ 196,557	\$ 4,515	\$ 230,724
Receivables	1,600	145	657	-	2,402
Inventories	-	-	17,579	-	17,579
TOTAL ASSETS	<u>\$ 25,099</u>	<u>\$ 6,298</u>	<u>\$ 214,793</u>	<u>\$ 4,515</u>	<u>\$ 250,705</u>
 LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 23,854	\$ -	\$ 23,854
Other payables	-	-	617	-	617
Due to other funds	25,099	-	-	-	25,099
TOTAL LIABILITIES	<u>25,099</u>	<u>-</u>	<u>24,471</u>	<u>-</u>	<u>49,570</u>
 Fund balances:					
Unreserved & undesignated	-	6,298	190,322	4,515	201,135
 TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 25,099</u>	<u>\$ 6,298</u>	<u>\$ 214,793</u>	<u>\$ 4,515</u>	<u>\$ 250,705</u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

Schedule 4

	LLE Grant Fund	Grant Fund	Concession Funds	Inmate Welfare	Total-Other Governmental Funds
REVENUES					
Intergovernmental revenues - federal grants	\$ 21,983	\$ -	\$ -	\$ -	\$ 21,983
Interest	274	175	7,193	-	7,642
Other revenue	-	3,004	428,537	36,522	468,063
Total revenues	<u>22,257</u>	<u>3,179</u>	<u>435,730</u>	<u>36,522</u>	<u>497,688</u>
EXPENDITURES					
Public safety:					
Current:					
Personal services and related benefits	11,583	-	-	-	11,583
Operating services	-	-	-	39,178	39,178
Materials and supplies	-	3,114	366,288	-	369,402
Capital outlay	13,516	-	18,195	-	31,711
Total expenditures	<u>25,099</u>	<u>3,114</u>	<u>384,483</u>	<u>39,178</u>	<u>451,874</u>
Excess (deficiency) of revenues over expenditures	<u>(2,842)</u>	<u>65</u>	<u>51,247</u>	<u>(2,656)</u>	<u>45,814</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	2,842	-	-	-	2,842
Transfers out	-	-	-	-	-
Total other financing sources and uses	<u>2,842</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,842</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>65</u>	<u>51,247</u>	<u>(2,656)</u>	<u>48,656</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>-</u>	<u>6,233</u>	<u>139,075</u>	<u>7,171</u>	<u>152,479</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ 6,298</u>	<u>\$ 190,322</u>	<u>\$ 4,515</u>	<u>\$ 201,135</u>

The accompanying notes are an integral part of this statement.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
FIDUCIARY FUND TYPE – AGENCY FUNDS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

TAX COLLECTOR 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, licenses, and fees. The Tax Collector Fund is used to collect and distribute these taxes, licenses, and fees to the appropriate taxing bodies.

CIVIL FUND

The Civil Fund accounts for the collection of funds in civil suits, Sheriff's sales, and garnishments. Payment of these collections to recipients are made in accordance with applicable laws.

CRIMINAL FUND

The Criminal Fund is a depository for fines, forfeitures, and costs in criminal cases. Payments are made from the fund to the Sheriff's General Fund, police jury, district attorney, clerk of court, and other recipients in accordance with applicable laws.

INMATE FUND

The Inmate Fund accounts for funds of inmates that are used for personal items purchased by the inmates at the concessions store located at the corrections division.

WORK RELEASE FUND

The Work Release Fund accounts for inmate funds earned working outside of the corrections division.

SPECIAL ASSET FORFEITURE FUND

The Special Asset Forfeiture Fund was established in compliance with Louisiana Revised Statute 40:2616 and consists of seized property and controlled substances that, if not rightfully claimed, is subject to forfeiture to law enforcement agencies that participated in the seizing process.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
FIDUCIARY FUND TYPE – AGENCY FUNDS – CONTINUED
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

OFF DUTY DEPUTY WITNESS FUND

The Off Duty Deputy Witness Fund was established by Louisiana Revised Statute 15:255 to collect compensation due to the Madison Parish Deputies for their attendance in court on their scheduled days off of work. The Madison Parish Police Jury pays the deputies compensation. The Sheriff's department collects the money from the Police Jury and remits it to the Deputies.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
COMBINING SCHEDULE OF CHANGES IN UNSETTLED DEPOSITS
AGENCY FUNDS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

Schedule 5

	Civil Fund	Criminal Fund	Inmate Funds	Work Release Fund	Special Asset Forfeiture Fund	Off Duty Deputy Witness Fund
ADDITIONS						
Deposits:						
Fines, bond forfeitures and costs	\$ -	\$ 814,929	\$ -	\$ -	\$ -	\$ -
Suits and seizures	307,797	-	-	-	-	-
Garnishments	132,737	-	-	-	-	-
Taxes, fees, etc. paid to tax collector	-	-	-	-	-	-
Interest earnings	-	-	-	5,096	436	-
Receipts from inmates'	-	-	557,843	381,517	-	3,100
Total additions	<u>440,534</u>	<u>814,929</u>	<u>557,843</u>	<u>386,613</u>	<u>436</u>	<u>3,100</u>
DEDUCTIONS						
Deposits, taxes, fees, etc. settled to:						
Madison Parish:						
Sheriffs general fund	79,430	117,333	-	-	-	-
Clerk of court	16,386	61,307	-	-	-	-
Police jury	-	282,125	-	-	-	-
School board	-	-	-	-	-	-
Assessor	-	-	-	-	-	-
Louisiana department of agriculture	-	-	-	-	-	-
Louisiana tax commission	-	-	-	-	-	-
Levee district	-	-	-	-	-	-
District attorney	-	134,557	-	-	-	-
Indigent defender board	-	119,075	-	-	-	-
Judicial expense fund	-	16,773	-	-	-	-
Hospital service district	-	-	-	-	-	-
Library	-	-	-	-	-	-
Port commission	-	-	-	-	-	-
Pension funds	-	-	-	-	-	-
Attorneys, appraisers, etc.	3,075	-	-	-	-	-
Litigants	328,505	3,725	-	-	-	-
Northwest Louisiana crime lab	-	35,582	-	-	-	-
Commission on law enforcement	-	9,619	-	-	-	-
City of Tallulah	-	783	-	-	-	-
Dept. of public safety - LSP	-	501	-	-	-	-
Delta recovery	-	675	-	-	-	-
Division A judicial expense fund	-	235	-	-	-	-
Supreme court judicial ADM-CM	-	6,689	-	-	-	-
Louisiana head/spinal injury	-	14,851	-	-	-	-
Refunds	5,110	-	-	-	-	-
Other reductions	7,711	15,488	538,631	410,943	-	3,750
Total deductions	<u>440,217</u>	<u>819,318</u>	<u>538,631</u>	<u>410,943</u>	<u>-</u>	<u>3,750</u>
Change in balances due others	317	(4,389)	19,212	(24,330)	436	(650)
Balances due others - beginning	2,900	98,885	51,815	64,967	13,501	650
Balances due others - ending	<u>\$ 3,217</u>	<u>\$ 94,496</u>	<u>\$ 71,027</u>	<u>\$ 40,637</u>	<u>\$ 13,937</u>	<u>\$ -</u>

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

Schedule 6

Federal Grantor/ Pass-Through Grantor Program or Cluster Title	CFDA Number	Pass -Through Grantor's Number	Federal Expenditures
United States Department of Interior			
Direct program - payment in lieu of taxes	15.000	N/A	\$ 23,905
United States Department of Justice			
Passed through Louisiana Commission on Law Enforcement and Administration of Criminal Justice:			
Byrne formula grant program	16.579	B-05-2-005	8,528
Block grant program	16.592	2006BJBX0350	13,455
Law enforcement terrorism prevention program	97.067	X05-2-005	13,513
Direct program - Local Law Enforcement Training	16.unknown	N/A	6,933
Total United States Department of Justice			<u>42,429</u>
United States Federal Emergency Management Agency			
Passed through Madison Parish Police Jury			
Federal Katrina Assistance	86.unknown	N/A	19,243
Total expenditures of federal awards			<u>\$ 85,577</u>

Notes to the Schedule of Expenditures of Federal Awards

Note 1. Basis of Presentation

This schedule of expenditures of federal awards includes the federal grant activity of the Madison Parish Sheriff and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
SCHEDULE OF GOVERNMENTAL FUND EXPENDITURES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

Schedule 7

	Personal Services & Related Benefits	Travel & Training Costs	Operating Services	Supplies	Capital Outlay	Total
General Fund						
Public safety:						
Administration	\$ 1,698,980	\$ -	138,692	\$ 18,482	\$ -	\$ 1,856,154
Community services	-	-	241	631	-	872
Civil service	-	12,886	-	51,394	-	64,280
Criminal investigations	-	-	-	5,705	-	5,705
Patrol	-	-	-	132,074	27,311	159,385
Custody of prisoners	-	-	-	5,713	-	5,713
Communications	-	-	28,335	-	-	28,335
Automotive services	-	-	17,856	14,726	342,945	375,527
Stations and buildings	-	-	19,940	-	-	19,940
Other	-	-	9,883	-	-	9,883
Total general fund expenditures	1,698,980	12,886	214,947	228,725	370,256	2,525,794
Other Governmental Funds						
Public Safety:						
Administration	1,861,426	-	498,721	16,230	52,060	2,428,437
Community services	-	-	-	15,024	-	15,024
Civil service	-	14,193	-	11,724	-	25,917
Criminal investigations	-	-	-	-	-	-
Patrol	-	-	-	76,541	-	76,541
Custody of prisoners	-	-	39,178	1,277,500	-	1,316,678
Communications	-	-	24,651	-	-	24,651
Automotive services	-	-	-	37,230	12,500	49,730
Stations and buildings	-	-	1,247,440	15,145	5,117	1,267,702
Other	-	-	168,281	12,382	3,480	184,143
Total other governmental funds	1,861,426	14,193	1,978,271	1,461,776	73,157	5,388,823
Total all governmental funds	\$ 3,560,406	\$ 27,079	\$ 2,193,218	\$ 1,690,501	\$ 443,413	\$ 7,914,617

	General Fund	Other Governmental Funds
Disclosure Required by LRS 42:283-286		
Sheriff's salary	\$ 119,561	\$ -
Deputies salaries	1,117,610	1,146,774
Other salaries	7,268	117,997
Office supplies and furnishings	18,482	16,230
Purchase of automobiles and other vehicles	342,945	12,500
Maintenance and upkeep of automobiles	32,582	37,230
Feeding prisoners	23	752,270
Other expenditures	887,323	3,305,822
Total expenditures	\$ 2,525,794	\$ 5,388,823

SECTION V – INTERNAL CONTROL AND COMPLIANCE



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WE BRING EXCELLENCE AND INNOVATION TO THE EQUATION

**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**

Madison Parish Sheriff
Tallulah, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Madison Parish Sheriff, a component unit of the Madison Parish Police Jury, as of and for the year ended June 30, 2007, which collectively comprise the Madison Parish Sheriff's basic financial statements and have issued our report thereon dated November 5, 2007. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Madison Parish Sheriff's internal control over financial reporting as a basis for designing our auditing procedures 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 Madison Parish Sheriff's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Madison Parish Sheriff's internal control over financial reporting.

A control deficiency exists when the design of operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Madison Parish Sheriff's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Sheriff's financial statements that is more than inconsequential will not be prevented or detected by the Sheriff's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Madison Parish Sheriff's internal control.

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

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email: info@maycpa.com • website: www.maycpa.com

Madison Parish Sheriff
Tallulah, Louisiana

Page Two

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

This report is intended solely for the information and use of the Madison Parish Sheriff, management of the Sheriff's office, interested state agencies and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

May + Company

Vicksburg, Mississippi
November 5, 2007

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
CORRECTIVE ACTION PLAN FOR CURRENT YEAR FINDINGS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

I. Internal Control and Compliance Material to the Financial Statements

There were no findings made during the current fiscal year audit.

II. Management Letter

There were no findings made during the current fiscal year audit.

**MADISON PARISH SHERIFF
TALLULAH, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

I. Internal Control and Compliance Material to the Financial Statements

There were no findings made during the prior fiscal year audit.

II. Management Letter

2006-01 **Description of Finding:** There was no summary report to recap the deposit transactions for the Inmate Welfare Fund.

Initial Fiscal Year of Finding: June 30, 2006

Corrective Action Taken: Yes, the Sheriff's department began detailing which receipts were accounted for with each deposit.

2006-02 **Description of Finding:** There was no log sheet to track the details of the road crews performing yard maintenance for public grounds.

Initial Fiscal Year of Finding: June 30, 2006

Corrective Action Taken: Yes, the inmate road crew activity log was created which details the personnel on the road crew, the location of work performed and the date and time of the work performed.