

WINN PARISH SHERIFF

FINANCIAL REPORT
JUNE 30, 2020

SHANNA JONES, CPA
WINNFIELD, LOUISIANA

WINN PARISH SHERIFF
FINANCIAL REPORT
JUNE 30, 2020

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Winn Parish Sheriff

P. O. Box 950
Winnfield, LA 71483

MANAGEMENT'S DISCUSSION & ANALYSIS

The Management's Discussion and Analysis of the Winn Parish Sheriff's (the Sheriff) financial performance presents a narrative overview and analysis of Winn Parish Sheriff's financial activities for the years ended June 30, 2020 and 2019. The Sheriff's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

FINANCIAL HIGHLIGHTS

The Sheriff's net position on June 30, 2020 and June 30, 2019 were \$7,536,057 and \$4,392,442 respectively. The positive net position includes Other Post Employment Benefit Obligation as required GASB Statement No. 75, which is an actuarial calculation showing the estimated future costs of health and other benefits to retirees. The Net Position also includes Net Pension Liability as required by GASB Statement No. 68, which is an actuarial calculation showing the estimated future costs of retirement and other benefits to retirees during their employment.

The Sheriff has \$8,622,507 in Capital Assets as of June 30, 2020 with \$6,953,472 in debt associated with it.

Fiscal year ending June 30, 2020 showed an increase of \$17,019,451 in Personnel and Related Benefits. These costs continue to be one of the largest expenditures for the Sheriff as \$18,890,317 and \$1,870,866 were spent during fiscal years ended June 30, 2020, and June 30, 2019 respectively. The majority of this increase is caused by the prison's employees becoming part of the Sheriff's employees in August 2019 although LaSalle Corrections (WCC) reimburses those expenses. Operating services increased by \$34,246,636 over the prior year figure of \$2,717,222 for a total expense of \$36,963,858 in 2020. Again the majority of this expense was caused by and reimbursed by the prison. The detention center also contributed to this increased expense. Overall, the Sheriff increased public safety expenditures by \$56,440,862 in the fiscal year ended June 30, 2020 as compared to June 30, 2019; however, income also increased during the fiscal year by \$58,752,355 over the prior year of \$6,142,924 to total revenues of \$64,895,279 for the fiscal year. Also during the fiscal year the Sheriff managed to increase investments, cash and cash equivalents by \$1,495,353.

OVERVIEW OF FINANCIAL STATEMENTS

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

GOVERNMENTAL-WIDE FINANCIAL STATEMENTS—This report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Sheriff as a whole and present a longer-term view of the Sheriff's finances. These statements tell how the services were financed in the short-term as well as what remains for future spending.

Winn Parish Sheriff

MANAGEMENT'S DISCUSSION & ANALYSIS (continued)

FUND FINANCIAL STATEMENTS—A fund is an accountability unit used to maintain control over resources segregated for specific activities. The Sheriff uses funds to ensure and demonstrate compliance with finance related laws and regulations. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources at the end of the year.

As the Government-wide Financial Statements includes the long-term view, comparisons between these two views may provide insight into the long-term impact as short-term financing decreases. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the difference between these two views.

Fiduciary Funds are reported in the Fund Financial Statements and report taxes collected for other taxing bodies, deposits for inmate commissary, and deposits held pending court action. The Sheriff reports these as agency funds.

OTHER INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents Other Required Supplementary Information consisting of a comparison of budgeted revenues and expenditures to actual revenues and expenditures.

FINANCIAL ANALYSIS OF THE SHERIFF'S GOVERNMENTAL FUNDS

The Sheriff's Governmental Funds consisted of one major fund: General, and one non-major fund: DARE. In the current fiscal year, the General fund improved \$1,949,879. This was mainly the result of increasing revenue by more than the increasing expenses. This increase was primarily the result of other federal financial assistance through LA CARES which totaled \$637,639 for the fiscal year and prison/correction center fees of \$921,877 for the year. The DARE fund decreased by \$16,061. This was mainly the result of expenses being more than income. The monies transferred from DARE to the General fund were to reimburse its payroll and related expenses. The debt service payments and related reserves continued through the fiscal year end. For the fiscal year ended June 30, 2020 another \$107,372 in principle payments had been made so the balance of the bond payable was \$6,953,472. The funds balances as of June 30, 2020 are as follows: General \$6,714,923 and DARE \$19,797.

FINANCIAL ANALYSIS OF THE SHERIFF AS A WHOLE

Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net position may be observed and used to discuss the changing financial position of the Sheriff as a whole.

Winn Parish Sheriff

MANAGEMENT'S DISCUSSION & ANALYSIS (continued)

A summary of the basic government-wide financial statements is as follows:

Summary of Statement of Net Position

	2020	2019
Assets:		
Current:		
Cash & Cash Equivalents	\$ 1,510,913	\$ 1,122,148
Investments	4,126,188	3,073,129
Receivables	5,008,093	2,605,150
Due from Other Funds	32,648	1,705
Prepaid Expenses	16,373	15,167
Non-Current:		
Restricted Cash	34,168	42,577
Restricted Investments	420,480	358,542
Capital Assets (Net of Depreciation)	8,622,507	8,777,719
Total Assets	19,771,370	15,996,137
Deferred Outflows	3,624,401	546,497
Total Assets & Deferred Outflows	23,395,771	16,542,634
Liabilities:		
Current:		
Accounts Payable	3,648,794	2,335,769
Accrued Payroll & Related Liabilities	765,349	77,274
Due from Other Funds	-	4,473
Bond Payable, Current Portion	111,201	107,382
Non-Current:		
Net Pension Liability	737,594	595,203
Other Post-Employment Benefits Liability	3,603,780	1,859,586
Bond Payable	6,842,271	6,953,463
Total Liabilities	15,708,989	11,933,150
Deferred Inflows	150,725	217,042
Net Position:		
Invested in Capital Assets, Net of Debt	1,669,035	1,716,874
Restricted	440,277	388,658
Unrestricted	5,426,745	2,286,910
Total Net Position	\$ 7,536,057	\$ 4,392,442

Winn Parish Sheriff

MANAGEMENT'S DISCUSSION & ANALYSIS (continued)

Rather than present the Statement of Net Activities, this comparative data shows a Summary of Changes in of Net Position:

	<u>2020</u>	<u>2019</u>
Revenues:		
Program Revenues—		
Charges for Services, Fines, Commissions	\$ 61,263,141	\$ 3,137,087
Operating Grants & Contributions	819,110	149,053
Capital Grants & Contributions	27,490	44,904
General Revenues—		
Ad Valorem Taxes	1,444,279	1,469,189
Sales Taxes	1,072,680	1,098,153
Non-Employer Pension Contributions	66,054	63,368
State Revenue Sharing	104,324	104,270
Miscellaneous & Interest	93,450	76,092
Gain on Sale/Retirement of Assets	<u>4,751</u>	<u>808</u>
Total Revenues	<u>64,895,279</u>	<u>6,142,924</u>
Expenses:		
Public Safety	<u>61,751,664</u>	<u>5,310,802</u>
Changes in Net Position	<u>\$ 3,143,615</u>	<u>\$ 832,122</u>

GOVERNMENTAL FUNCTION OF EXPENSES

The total function of the Sheriff is public safety and law enforcement activities.

GENERAL BUDGETARY HIGHLIGHTS

For the year ended June 30, 2020, total revenues and other financing sources as well as total expenditures and other financing uses were within the 5% favorable variance allowed by state law. The original budget was amended to account for additional revenues, such as taxes, fines/fees/commissions and grants, not originally expected. Not included were additional fees and payments related to prisoner maintenance.

CONTACTING THE SHERIFF'S OFFICE

This financial report is designed to provide a general overview of the Sheriff's finances, compliance with governmental financial reporting laws and regulations and demonstrate the Sheriff's commitment to public accountability. If you have additional questions about this report or would like to request additional information, contact Cranford Jordan, Sheriff, P. O. Box 950, Winnfield, LA 71483.

Shanna Jones, CPA

*795 Big Creek Rd
Winnfield, LA 71483
792-8544*

INDEPENDENT AUDITOR'S REPORT

Cranford Jordan, Sheriff
of Winn Parish
P.O. Box 950
Winnfield, Louisiana

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the major fund, the aggregate remaining fund information of Winn Parish Sheriff (the "Sheriff") as of and for the year ended June 30, 2020, 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

My responsibility is to express opinions on these financial statements based on my audit. I conducted my 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 U.S. and the *Louisiana Governmental Audit Guide*. Those standards require that I 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a reasonable basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and major fund, and the aggregate remaining fund information of the Winn Parish Sheriff as of June 30, 2020, and the respective changes in financial position thereof 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 Management's Discussion and Analysis on pages M1 through M4, the Budgetary Comparison Schedule presented on pages 36, the Schedule of the Sheriff's Proportionate Share of the Net Pension Liability on page 38, the Schedule of the Sheriff's Contributions on page 39, and the Schedule of the Changes in the Sheriff's Total OPEB Liability and Related Ratios on page 40, 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on financial statements that collectively comprise the Sheriff's basic financial statements. The Agency Funds and their Statement of Collections, Distributions, and Unsettled Deposits-Agency Funds presented on page 42 and listed in the Table of Contents as Supplementary Information is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Statement of Collections, Distributions, and Unsettled Deposits-Agency Funds and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 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 my opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

As previously stated, my audit was conducted for the purpose of forming an opinion on financial statements that collectively comprise the Sheriff's basic financial statements. The Schedule of Compensation, Reimbursements, Benefits and Other Payments to Agency Head, Political Subdivision Head or Chief Executive Officer presented on page 44 and listed in the Table of

Contents as Supplementary Information is presented for purposes of additional analysis and is not a required part of the basic financial statements but is required by Act 462 of 2015 which amends Act 706 of the Louisiana 2014 Legislative Session. This schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 my opinion, the Schedule of Compensation, Benefits and Other Payments is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued a reported dated December 9, 2020, on my consideration of the Winn Parish Sheriff's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Winn Parish Sheriff's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Winn Parish Sheriff's internal control over financial reporting and compliance.



Shanna Jones, CPA
Winnfield, Louisiana
December 9, 2020

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE
FINANCIAL STATEMENTS

WINN PARISH SHERIFF
STATEMENT OF NET POSITION
JUNE 30, 2020

	<u>Governmental Activities</u>
Assets:	
Current Assets:	
Cash & Cash Equivalents	\$ 1,510,913
Investments	4,126,188
Receivables	5,008,093
Prepaid Expenses	16,373
Due from Other Funds	<u>32,648</u>
Total Current Assets	10,694,215
Non-Current Assets:	
Restricted Cash	34,168
Restricted Investments	420,480
Capital Assets	
Depreciable (Net)	8,542,394
Non-Depreciable	<u>80,113</u>
Total Non-Current Assets	<u>9,077,155</u>
Total Assets	19,771,370
Deferred Outflows:	
Pension Related	1,933,520
OPEB Related	<u>1,690,881</u>
Total Assets & Deferred Outflows	23,395,771
Liabilities:	
Current Liabilities:	
Accounts Payable	3,648,794
Payroll and Related Liabilities	765,349
Sales Tax Bond—Current portion	<u>111,201</u>
Total Current Liabilities	4,525,344
Non-Current Liabilities:	
Other Post-Employment Benefits	3,603,780
Net Pension Liability	737,594
Sales Tax Bond—Net of Current portion	<u>6,842,271</u>
Total Non-Current Liabilities	11,183,645
Total Liabilities	15,708,989
Deferred Inflows:	
Pension Related	150,725
Net Position:	
Net Investment in Capital Assets	1,669,035
Restricted	440,277
Unrestricted	<u>5,426,745</u>
Total Net Position	<u>\$ 7,536,057</u>

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

WINN PARISH SHERIFF
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

<u>Activities</u>	<u>Expenses</u>	<u>Program Revenue</u>			<u>Net (Expense)</u> <u>Revenue & Changes</u> <u>in Net Position</u> <u>Government Activities</u>
		<u>Fines, Fees, Commissions & Charges for Services</u>	<u>Operating Grants & Contributions</u>	<u>Capital Grants & Contributions</u>	
Governmental Activities:					
Public Safety	\$61,751,664	\$61,263,141	\$ 819,110	\$ 27,490	\$ 358,077
General Revenues:					
Taxes:					
					1,444,279
					1,072,680
					66,054
					104,324
					61,140
					32,310
					<u>4,751</u>
					<u>2,785,538</u>
					3,143,615
					<u>4,392,442</u>
					<u>\$ 7,536,057</u>

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

FUND FINANCIAL STATEMENTS

WINN PARISH SHERIFF
BALANCE SHEET—GOVERNMENTAL FUNDS
JUNE 30, 2020

	<u>Major Fund General</u>	<u>Non-Major Fund DARE</u>	<u>Total Governmental Funds</u>
Assets:			
Current Assets:			
Cash & Cash Equivalents	\$ 1,510,913		\$ 1,510,913
Investments	4,126,188		4,126,188
Receivables	5,007,733	\$ 360	5,008,093
Prepaid Expenses	16,373	-	16,373
Due from Other Funds	47,379	(14,731)	32,648
Non-Current Assets:			
Restricted Cash	-	34,168	34,168
Restricted Investments	<u>420,480</u>	<u>-</u>	<u>420,480</u>
Total Assets	<u>11,129,066</u>	<u>19,797</u>	<u>11,148,863</u>
Liabilities:			
Current Liabilities:			
Accounts Payable	3,648,794	-	3,648,794
Payroll & Related Liabilities	<u>765,349</u>	<u>-</u>	<u>765,349</u>
Total Liabilities	<u>4,414,143</u>	<u>-</u>	<u>4,414,143</u>
Fund Balances:			
Nonspendable	16,373	-	16,373
Restricted	420,480	19,797	440,277
Unassigned	<u>6,278,070</u>	<u>-</u>	<u>6,278,070</u>
Total Fund Balances	<u>6,714,923</u>	<u>19,797</u>	<u>6,734,720</u>
Total Liabilities & Fund Balances	<u>\$ 11,129,066</u>	<u>\$ 19,797</u>	<u>\$ 11,148,863</u>

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

WINN PARISH SHERIFF
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Total Fund Balances for the Governmental Funds at June 30, 2020	\$ 6,734,720
Total Net Position reported for Governmental Activities in the Statement of Net Position is different because:	
Deferred Outflows:	
Pension Related	1,933,520
OPEB Related—Sheriff’s Office	606,945
OPEB Related—Prison	1,083,936
Capital Assets used in Governmental Activities are not financial resources and, therefore, are not reported in the fund. Those assets consist of:	
Non-Depreciable	80,113
Depreciable	10,024,686
Less: Accumulated Depreciation	<u>(1,482,292)</u>
	8,622,507
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the Governmental Fund Balance Sheet:	
Bond Proceeds, (net of principal repayment \$107,372)	(6,953,472)
Net Pension Liability	(737,594)
Total Other Post-Employment Benefits Liability	
Sheriff’s Office	(2,468,228)
Prison	(1,135,552)
Deferred Inflows:	
Pension Related	(150,725)
OPEB Related (Sheriff nor Prison)	<u>-</u>
Total Net Position of Governmental Activities at June 30, 2020	<u>\$ 7,536,057</u>

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

WINN PARISH SHERIFF
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES—GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Major Fund General</u>	<u>Non-Major Fund DARE</u>	<u>Total Governmental Funds</u>
Revenues:			
Taxes:			
Ad Valorem	\$ 1,444,279		\$ 1,444,279
Sales	1,072,680		1,072,680
Fines, Fees, Commissions & Charges for Services:			
Civil & Criminal Fees	65,552		65,552
Commissions-Taxes	5,395		5,395
Commissions-Fines & Bonds	34,625	\$ 3,105	37,730
Prisoner Maintenance	991,594		991,594
Prisoner Maintenance-Correct Ctr	59,084,769		59,084,769
Correction Center Fees	921,877		921,877
Other Fines, Fees, Commissions & Charges for Services	156,224		156,224
Intergovernmental:			
Federal Funding:			
Other Financial Assistance	637,639		637,639
Grants	107,567		107,567
State Funding:			
Grants	-	16,595	16,595
Supplemental Pay	83,861		83,861
Revenue Sharing	104,324		104,324
Miscellaneous:			
Interest Earned	61,140		61,140
Donations	-	938	938
Other	<u>32,310</u>		<u>32,310</u>
Total Revenues	<u>64,803,836</u>	<u>20,638</u>	<u>64,824,474</u>
Expenditures:			
Public Safety—Current:			
Personnel & Related Benefits	18,890,317		18,890,317
Operating Services	36,963,858		36,963,858
Materials & Supplies	6,416,660	22,718	6,439,378
Training, Travel & Other	18,223	818	19,041
Capital Outlay	231,763		231,763
Debt Service—Principal	107,372		107,372
Debt Service—Interest	<u>245,428</u>		<u>245,428</u>
Total Expenditures	<u>62,873,621</u>	<u>23,536</u>	<u>62,897,157</u>

(Continued)

WINN PARISH SHERIFF
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES—GOVERNMENTAL FUNDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Major Fund General</u>	<u>Non-Major Fund DARE</u>	<u>Total Governmental Funds</u>
Excess (Deficiency) of Revenues over Expenditures	1,930,215	(2,898)	1,927,317
Other Financing Sources/(Uses):			
Capital Asset Sales	6,501	-	6,501
Transfers In/(Out)	<u>13,163</u>	<u>(13,163)</u>	<u>-</u>
Total Other Financing Sources/(Uses)	19,664	(13,163)	6,501
Excess of Revenues & Other Financing Sources over Expenditures & Other Financing Uses	1,949,879	(16,061)	1,933,818
Fund Balances—Beginning of Year	<u>4,765,044</u>	<u>35,858</u>	<u>4,800,902</u>
Fund Balances—End of Year	<u>\$ 6,714,923</u>	<u>\$ 19,797</u>	<u>\$ 6,734,720</u>

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

(Concluded)

WINN PARISH SHERIFF
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Net Change in Fund Balances—Governmental Funds	\$ 1,933,818
<p>Amounts reported for Governmental Activities in the Statement of Activities are different because:</p>	
<p>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 as depreciation expense. The cost of Capital Assets recorded in the current period is</p>	
	231,763
<p>Depreciation expense on Capital Assets is reported in the Government-wide Financial Statements, but does not require the use of current financial resources and is not reported in the Fund Financial Statements. Current year depreciation expense is</p>	
	(385,225)
<p>Governmental Funds report the entire amount received from the Sales of Assets as Revenues, but the undepreciated cost of the assets reduces the gain from the sale in the Statement of Activities.</p>	
	(1,750)
<p>Bond Proceeds, repaid</p>	
	107,372
<p>Increases in Other Post Employment Benefits are reflected as an increase in Expenses on the Statement of Activities, but are not reported in the Governmental Fund.</p>	
Sheriff's office	(95,243)
Prison	(51,616)
<p>Non-employer Contributions to Cost-sharing Pension Plan</p>	
	66,054
<p>Pension Expense (Benefit)</p>	
	<u>1,338,442</u>
<p>Net Change in Net Position per Statement of Activities</p>	
	<u>\$ 3,143,615</u>

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

WINN PARISH SHERIFF
STATEMENT OF FIDUCIARY NET POSITION – AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Civil</u>	<u>Cash Bond</u>	<u>Tax Collector</u>	<u>Inmate</u>	<u>DC Inmate</u>	<u>Totals</u>
Assets:						
Cash & Cash Equivalents	\$ 9,198	\$ 47,845	\$ 81,703	\$ 4,387	\$ 21,658	\$ 164,791
Investments	-	-	8,593	-	-	8,593
Due from Other Funds	-	-	-	-	-	-
Total Assets	<u>9,198</u>	<u>47,845</u>	<u>90,296</u>	<u>4,387</u>	<u>21,658</u>	<u>173,384</u>
Liabilities:						
Due to Other Funds	-	-	32,648	-	-	32,648
Due to Others	<u>9,198</u>	<u>47,845</u>	<u>57,648</u>	<u>4,387</u>	<u>21,658</u>	<u>140,736</u>
Total Liabilities	<u>9,198</u>	<u>47,845</u>	<u>90,296</u>	<u>4,387</u>	<u>21,658</u>	<u>173,384</u>
Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1—INTRODUCTION

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

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

As the ex-officio tax collector of the parish, the Sheriff is responsible for collecting and distributing ad valorem property taxes, state revenue sharing funds, parish occupational licenses and fines, costs and bond forfeitures imposed by the District Court.

The Sheriff also has a cooperative endeavor agreement with the State of Louisiana to operate a prison, see Note 22.

NOTE 2—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the Winn Parish Sheriff conform to generally accepted accounting principles as applicable to governmental units. Such accounting and reporting policies also conform to the requirements of applicable Louisiana Revised Statutes and to the guides set forth in the *Louisiana Governmental Audit Guide*.

Reporting Entity

Governmental Accounting Standard Board (GASB) Statement No. 61 amended No 14's established the criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under these provisions, the Winn Parish Sheriff is considered a primary government, since the Sheriff is an independently elected parish official and is not fiscally dependent on any other governmental entity. The primary government is required to consider all entities 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. The accompanying financial statements present information only on the funds that comprise the Winn Parish Sheriff, the primary government.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Basis of Presentation

Government-Wide Financial Statements (GWFS):

GASB Statement No. 63 changed the title of Net Assets to Net Position along with standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government's net position. As required the Sheriff has implemented GASB Statement No. 63 for the fiscal year end June 30, 2013.

GASB Statement No. 75 replaced GASB Statement No. 45 regarding Other Post-Employment Benefits. As required the Sheriff has implemented Statement of Governmental Accountings (GASB Statement) No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension* for the fiscal year end June 30, 2018.

The Statement of Net Position and Statement of Activities report information about the reporting government as a whole. They include all governmental funds of the reporting entity, noting that that fiduciary funds were not included. The internal activity in the government-wide financial statements has been eliminated. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

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

Fund Financial Statements (FFS):

The accounts of the Sheriff are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The various funds of the Sheriff are classified into two categories: governmental and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the Sheriff. The funds of the Sheriff are described as follows:

Governmental Funds:

General Fund—The General Fund is the principal fund and is used to account for the operations of the Sheriff's office. The Sheriff's primary sources of revenue are ad valorem taxes levied by the law enforcement district, one-half cent sales taxes levied in parish, and prisoner maintenance at the correction center. Other sources of revenue include commissions on state revenue sharing,

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

state supplemental pay for deputies, civil and criminal fees, fees for court attendance and other maintenance of prisoners, and various other reimbursements, fees, grants, and commissions. General operating expenditures are paid from this fund as are all other expenditures and revenues not required to be accounted for separately.

DARE Fund—The DARE Fund was created by the Sheriff for the purpose of assisting management with adhering to restrictions on spending in place by the funding source. It is the only nonmajor governmental fund at this time.

Fiduciary Funds:

Agency Funds—The Civil, Tax Collector, Cash Bond, Inmate and Inmate DC Funds are used to account for assets held as an agent for various taxing bodies (tax collections), deposits for inmate commissaries, and for deposits held pending court action. Disbursements from these funds are made to various parish agencies, litigants in suits, etcetera, in the manner prescribed by law. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations and, accordingly, have no measurement focus.

Measurement Focus and Basis of Accounting

Basis of accounting refers to when revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made.

Accrual Basis—Government-Wide Financial Statements (GWFS)

The Statement of Net Position and the Statement of Activities display information about the Sheriff as a whole. Both of these statements have been prepared using the economic 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 the exchange.

Modified Accrual Basis—Fund Financial Statements (FFS)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Sheriff considers all revenues available if they are collected 60 days after year end. Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Assets Liabilities and Equity

Cash and Cash Equivalents—The Sheriff's cash is considered to be the cash in demand deposits and interest bearing deposits. Cash equivalents include all short term, highly liquid

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates.

Investments—The Sheriff’s investments are limited by LA RS 33:2955. During the fiscal year certificates of deposits with maturities of greater than 90 days are considered investments. Investments in certificates of deposit totaled \$8,593 at June 30, 2020.

At June 30, 2020, investments held by the Winn Parish Sheriff also consisted of \$4,546,668 in the Louisiana Asset Management Pool (LAMP), the local government investment pool. \$364,300 and \$56,180 of the total amount are in separate accounts restricted related to bond requirements. The investment in LAMP by the Sheriff is not categorized in the three risk categories provided by GASB 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. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA – R.S. 33:2955.

LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP’s total investments is (NUMBER- days) (from LAMP’s monthly Portfolio Holdings) as of (DATE – month-end).

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares.

Capital Assets—The Sheriff reports property and equipment in the governmental activities column in the GWFS. Capital assets are carried at historical 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 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of that asset or materially extend the life of that asset are not capitalized. Also the Sheriff’s FFS expense assets as capital outlays in the year occurring. Depreciation of all exhaustible capital assets is recorded as an expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Depreciation is provided over the assets' estimated useful lives using the straight-line method. The assets estimated useful lives are as follows:

Equipment and Furniture	5 - 12 years
Vehicles	5 years
Buildings and Improvements	15 - 40 years
Land Improvement	15 years

Compensated Absences—Employees are not allowed to carry leave forward from year to year, with the exception of vacation which is payable upon termination. Therefore, there is an entry made for compensated absences payable as of the fiscal year end.

Equity Classifications—In the Government-Wide Financial Statements, equity is classified as Net Position and displayed in three components as applicable. The components are as follows:

Invested in Capital Assets—Capital assets including restricted capital assets, when applicable, net of accumulated depreciation.

Restricted Net Position—Net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position—All other net position that does not meet the definition of “restricted” or “invested in capital assets.”

In the Fund Financial Statements, governmental fund equity is classified as fund balance. Beginning with fiscal year 2011, the Sheriff implemented GASB Statement 54 “Fund Balance Reporting and Governmental Fund Type Definitions”. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- a. Nonspendable fund balance - amounts that are not in a spendable form (such as prepaid expenses) or are required to be maintained intact;
- b. Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- c. Committed fund balance - amounts constrained to specific purposes by a government itself using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

- d. Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority:
- e. Unassigned fund balance - amounts that are available for any purpose; positive amounts are reported only in the general fund.

The General Fund, a major governmental fund, has a nonspendable fund balance of \$16,373 which represents prepaid expenses. There is a restricted fund balance related to the bond payable requirements of \$420,480. The remaining fund balance of \$6,278,070 is classified as unassigned. The DARE Fund as the only nonmajor governmental fund has a restricted fund balance of \$19,797.

When an expense is incurred for the purposes for which both restricted and unrestricted net position are available, management applies restricted net position first, unless a determination is made to use unrestricted net position. The policy concerning which to apply first varies with the intended use and legal requirements. This decision is typically made by management at the incurrence of the expense.

Pension Plan—The Winn Parish Sheriff is a participating employer in a cost-sharing, multiple employer defined benefit pension plan as described in Note 10. 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 each of the plans, and additions to/deductions for the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within the plan. A separate audited report on the plan is available on the Louisiana Legislative Auditor's website.

Budget—Prior to the beginning of each fiscal year, the Sheriff adopts a budget for the next fiscal year. The budget is open for public inspection. All budgeted appropriations lapse at the end of each fiscal year. The budget is prepared on the modified accrual basis of accounting.

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.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 3—AD VALOREM TAXES

The Sheriff is the ex-officio tax collector of the parish and is responsible for the collection and distribution of ad valorem taxes. Property taxes are levied by the Sheriff on property values assessed by the Winn Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Sheriff levied the following ad valorem taxes for 2019:

	<u>Authorized</u>	<u>Levied</u>
Law Enforcement District #1	11.20	11.20
Law Enforcement District #2	9.49	9.49

The Sheriff’s Law Enforcement District # 1 millage was established by the Louisiana constitution and does not expire while the Law Enforcement District # 2 millage for 9.49 expires in the year 2020, as voted by electors in Winn Parish.

The Sheriff recognizes property tax revenues when levied. The property tax calendar is as follows:

<u>Property Tax Calendar</u>	
Assessment Date	January 1
Levy Date	June 30
Tax Bills Mailed	October 15
Total Taxes Due	December 31
Penalties & Interest Added	January 31 of ensuing year
Tax Sale	May 15 of ensuing year

Total assessed value for the Sheriff was \$87,645,820 in 2019. Louisiana state law exempts the first \$7,500 of assessed value of a taxpayer’s primary residence from parish property taxes. This homestead exemption for the Sheriff was a total of \$17,223,456 of the assessed value in 2019.

NOTE 4—SALES TAX

On November 16, 2014, the voters of Winn Parish passed a one-half cent sales tax for operations of the Sheriff. This perpetuity sales tax was levied effective January 1, 2015. The Winn Parish School Board collects and remits this sales tax. It currently serves as collateral for the debt related to the construction of the jail facilities.

NOTE 5—CASH AND CASH EQUIVALENTS

At June 30, 2020, the carrying amount of the Sheriff’s cash and cash equivalents of governmental and fiduciary funds (collected bank balances) totaled \$1,707,608 at one financial institution and \$26,695 at another financial institution. This includes a certificate of deposit with a maturity of less than 90 days, for protested taxes. Under state law, these deposits must be

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
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secured by federal deposit insurance or the pledge of securities owned by the fiscal agent banks. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agents. These securities are held in the name of entity by the pledging fiscal agent banks in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2020, the Sheriff’s deposits were secured from risk by federal deposit insurance of \$250,000 at each financial institution, and the remaining deposits were secured by either a letter of credit or pledged securities in the name entity by the fiscal agent banks with a market value greater than the remaining amounts.

NOTE 6—INVESTMENTS

As of June 30, 2020, the carrying amount of the Sheriff’s investments of fiduciary funds (collected bank balances) totaled \$8,593 at a financial institution. This is comprised of certificates of deposit with maturities of greater than 90 days, including two for protested taxes. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent banks. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agents. These securities are held in the name of entity by the pledging fiscal agent banks in a holding or custodial bank that is mutually acceptable to both parties.

As of June 30, 2020, the Sheriff’s deposits were secured from risk by federal deposit insurance of \$250,000 at the financial institution.

As of June 30, 2020, investments held by the Winn Parish Sheriff also consisted of \$4,546,668 in the Louisiana Asset Management Pool (LAMP), the local government investment pool. The investment in LAMP by the Sheriff is not categorized in the three risk categories provided by GASB 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. See Note 2 for additional disclosures related to LAMP.

NOTE 7—DUE FROM/TO OTHER FUNDS

As of June 30, 2020 amounts due from and to other Sheriff funds are as follows:

<u>Fund</u>	<u>Due To</u>	<u>Due From</u>
General	\$ 47,379	
Tax Collector	-	\$ 32,648
Cash Bond	-	-
DARE	-	14,731

The interfund balances resulted from normal settlements between funds.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 8—REVENUES RECEIVABLE

The following is a summary of receivables as of June 30, 2020:

	<u>General</u>	<u>DARE</u>
Prisoner Maintenance	\$ 70,653	
Prisoner Maintenance—Correction Center	3,926,927	
Correction Center Fees	131,000	
Commission-Fines & Bonds	3,877	
Other Financial Assistance-CARES	637,639	
Other Fees, Fines, and Commissions	4,102	\$ 360
Ad Valorem Taxes	2,030	
Sales Taxes	176,477	
Grants	55,025	
Interest & Miscellaneous	<u>3</u>	
Total	<u>\$ 5,007,733</u>	<u>\$ 360</u>

NOTE 9—CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2020 are as follows:

<u>Governmental</u> <u>Activities</u>	<u>Balance</u> <u>07/01/19</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>06/30/19</u>
Capital Assets—NonDepreciable:				
Land	\$ 80,113	\$ -	\$ -	\$ 80,113
Capital Assets—Depreciable:				
Furniture and Equipment	714,570	108,276	-	822,846
Vehicles	692,141	102,271	3,000	791,412
Buildings	8,350,244	21,216	-	8,371,460
Land Improvements	<u>38,968</u>	<u>-</u>	<u>-</u>	<u>38,968</u>
Total Depreciable Assets	<u>9,795,923</u>	<u>231,763</u>	<u>3,000</u>	<u>10,024,686</u>
Total Capital Assets	<u>9,876,036</u>	<u>231,763</u>	<u>3,000</u>	<u>10,104,799</u>
Less Accumulated Depreciation:				
Furniture and Equipment	494,896	76,495	-	571,391
Vehicles	478,494	93,800	1,250	571,044
Buildings	119,849	212,332	-	332,181
Land Improvements	<u>5,078</u>	<u>2,598</u>	<u>-</u>	<u>7,676</u>
Total Accum. Depreciation	<u>1,098,317</u>	<u>385,225</u>	<u>1,250</u>	<u>1,482,292</u>
Net Capital Assets	<u>\$8,777,719</u>			<u>\$8,622,507</u>

Depreciation expense for the year ended June 30, 2020 of \$385,225 is charged to the public safety expenditures.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 10—PENSION PLAN

Plan Description—Substantially all employees of the Winn Parish Sheriff participate in the Louisiana Sheriffs’ Pension and Relief Fund (“System”). The Sheriffs’ Pension and Relief Fund is a multiple employer (cost-sharing) defined benefit, statewide public employee retirement system (PERS) that is administrated and controlled by a separate board of trustees.

All sheriffs, deputies, and other employees who are 18 years or older at the time of original employment, who earn per month not less than \$400 if employed after September 7, 1979 and before January 1, 1991; \$550 if employed between January 1, 1991 and December 31, 1999; and \$800 if employed between January 1, 2000 and December 31, 2012; and \$1,000 if employed after January 1, 2013, are required to participate in the System. Employees whose employment began before January 1, 2012 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. Those employed originally after January 1, 2012, are eligible to retire at 62 years of age with 12 years of creditable service, at 60 with 20 years of service and at 55 with 30 years of service. The retirement benefit cannot exceed 100 percent of their final-average salary. Final-average salary for employees hired before June 30, 2006, is the employee’s average salary over the 36 consecutive or joined months that produce the highest average. For those whose first eligible employment began after July 1, 2006, final average salary is calculated using the 60 highest successive months of employment. Employees whose employment began prior to January 1, 2012, and 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. If these employees terminate with at least 20 years of credited service, they 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 and cost of living adjustments are allowed. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplemental information for the System. That report may be obtained by writing to the Louisiana Sheriffs’ Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, LA 70802 or by calling (225) 219-0500 or at www.lla.la.gov.

Funding Policy—Contributions to the System 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. State statute requires covered employees to contribute a percentage of their salaries to the System and such percentage as of June 30, 2020 was 10.25%. 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. During year ended June 30, 2020, the current rate for employers was 12.25%. The Winn Parish Sheriff’s office contributions to the System for the years ended June 30, 2020, 2019, and 2018 were \$303,780, \$245,300, and \$245,712, respectively. New to 2020 were prison

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
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employees for which the Sheriff's office remitted contributions of \$2,670,577. Contributions appeared materially equal to the required contributions for each year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions—At June 30, 2020, the Sheriff reported a liability of \$737,594 for its proportionate share of the net pension liability of the System. The net pension liability was measured as of June 30, 2019 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 proportion of the net pension liability was based on a projection of the Sheriff's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2019, the Sheriff's proportion was .156%, which was a decrease of 0.001% from its proportion measured as of June 30, 2018. For the year ended June 30, 2020, the Sheriff recognized pension expense/(benefit) of \$1,338,442 representing its proportionate share of the System's net expense, including amortization of deferred amounts.

At June 30, 2020, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Flows of Resources</u>	<u>Outflows</u>	<u>Inflows</u>
Differences between expected and actual experience		\$ 141,308
Changes of assumptions	\$ 225,419	
Net difference between projected and actual earnings on pension plan investments	26,543	-
Changes in proportion and differences between Employer contributions and proportionate share of contributions	63,712	9,417
Employer contributions subsequent to the measurement date	<u>1,617,846</u>	<u>-</u>
Totals	\$ 1,933,520	\$ 150,725

The Sheriff reported a total of \$1,617,846 as deferred outflow of resources related to pension contributions made subsequent to the plan's measurement period of June 30, 2019 which will be recognized as a reduction in net pension liability in the Sheriff's fiscal year ended June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources, including remaining plan's amortization, related to pensions will be recognized in pension expense as follows:

Year	Amount
2020	\$ 70,992
2021	(12,832)
2022	42,970
2023	49,165
2024	<u>14,654</u>
Total	<u>\$ 164,949</u>

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Actuarial Methods and Assumptions—A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2020 are as follows:

Valuation Date	June 30, 2019	
Actuarial Cost Method	Entry Age Normal	
Actuarial Assumptions:		
Investment Rate of Return	7.10% Net of Investment Expense	
Discount Rate	7.10%	
Projected Salary Increases	5.5% (2.5% Inflation, 3.0% Merit)	
Mortality Rates	RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Table for active members, healthy annuitants and beneficiaries	
	RP-2000 Disabled Lives Mortality Table for disabled annuitants	
Expected Remaining	2019 - 6 years	2016 - 7 years
Service Lives	2018 - 6 years	2015 - 6 years
	2017 - 7 years	2014 - 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 long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2019 are summarized in the following table:

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

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
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Mortality Rate—The mortality rate assumptions were set after reviewing an experience study performed over the period July 1, 2009 through June 30, 2014. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the Pension 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.

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

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate—The following table presents the Sheriff’s proportionate share of the net pension liability (NPL) using the discount rate of each Retirement System as well as what the Sheriff’s proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage point higher than the current rate used by each of the Retirement Systems:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
LA Sheriffs’ Pension & Relief Fund Rates	6.10%	7.10%	8.10%
Winn Parish Sheriff’s Share	\$ 1,542,422	\$ 737,594	\$ 60,258

NOTE 11—OTHER POST EMPLOYMENT BENEFITS

Plan Description - The Winn Parish Sheriff provides certain continuing health and life insurance benefits for its retired employees. The Winn Parish Sheriff’s OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Sheriff. The plan does not issue a publicly available report. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the Sheriff. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit*.

Benefits Provided – Medical/dental and life insurance benefits are provided to employees upon actual retirement. The employer pays a 100% of the medical coverage for the retiree. Employees are covered by a retirement system whose retirement eligibility (D.R.O.P. entry) provisions are

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

as follows: 30 years of service at any age; or, age 55 and 15 years of service. Hired after January 1, 2012, age 55 and 30 years of service, age 60 and 20 years of service, and age 62 with 12 years of service.

Life insurance coverage is provided to retirees and 100% of the blended rate (active and retired) is paid by the employer. The amount of insurance coverage while active is continued after retirement, but insurance coverage amounts are reduced to 50% of the original amount at age 70.

Employees Covered by Benefit Terms – At June 30, 2020, the following employees were covered by the benefit terms:

	Sheriff's office	Prison
Inactive employees currently receiving benefit payments	12	-
Active Employees	<u>37</u>	<u>275</u>
Total	49	275

Total OPEB Liability - The Sheriff's total other post-employment benefit (OPEB) liabilities of \$2,468,228 and \$1,135,552 for the office and prison respectively were measured as of June 30, 2020, and were determined by actuarial valuations as of that date.

Actuarial Methods and Assumptions—The total OPEB liabilities in the June 30, 2020 actuarial valuations were determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Healthcare Trend	5.5% annually until year 2030, then 4.5%
Salary Increases	3.0% Annually, including inflation
Prior Discount Rate	3.5% Annually (Average of Bond Buyer's 20 year general obligation municipal bond index as of June 30, 2019)
Discount Rate	2.21% Annually (Average of Bond Buyer's 20 year general obligation municipal bond index as of June 30, 2020)
Mortality Rates	SOA RP-2014 Table
Turnover	Age specific table with an average of 7.5% when applied to active census. For prison employees only 40% is substituted for duration 1 and 20% for duration 2.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2009 to June 30, 2020.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Changes in the Total OPEB Liability:	<u>Sheriff's office</u>	<u>Prison</u>
Balance at 6/30/19	\$ 1,859,586	\$ -
Changes for the year:		
Service Cost	62,641	-
Interest Cost at 3.50%	66,182	-
Changes in Assumptions	282,831	-
Difference between expected and actual experience	274,094	1,135,552
Benefit Payments -Employer Retiree Premiums Paid	<u>(77,106)</u>	<u>-</u>
Net Change	<u>608,642</u>	<u>1,135,552</u>
Balance at 6/30/20	<u>\$ 2,468,228</u>	<u>\$ 1,135,552</u>

Sensitivity of the Total OPEB to Changes in the Discount Rate—The following presents the Sheriff's total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage point higher than the current discount rate:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
Discount Rates	1.21%	2.21%	3.21%
Total OPEB Liability-office	\$ 2,899,525	\$ 2,468,228	\$ 2,124,737
Total OPEB Liability-prison	\$ 1,507,119	\$ 1,135,552	\$ 865,565

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage point higher than the current healthcare trend rates:

	<u>1.0% Decrease</u>	<u>Current Healthcare Rate</u>	<u>1.0% Increase</u>
Healthcare Trends	4.5%	5.5%	6.5%
Total OPEB Liability-office	\$ 2,164,960	\$ 2,468,228	\$ 2,852,912
Total OPEB Liability-prison	\$ 837,831	\$ 1,135,552	\$ 1,570,468

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

For the year ended June 30, 2020, the Sheriff recognized OPEB expense of \$95,243 for the sheriff's office employees and \$51,616 for the prison employees. At June 30, 2020, the Sheriff reported deferred outflows of resources related to OPEB as follows:

<u>Deferred Flows of Resources-Sheriff's Office</u>	<u>Outflows</u>	<u>Inflows</u>
Differences between expected and actual experience	\$ 310,571	\$(44,657)
Changes of assumptions	<u>341,031</u>	<u>-</u>
Totals	\$ 651,602	\$(44,657)

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

<u>Deferred Flows of Resources-Prison</u>	<u>Outflows</u>	<u>Inflows</u>
Differences between expected and actual experience	\$ 1,083,936	\$ -
Changes of assumptions	<u>-</u>	<u>-</u>
Totals	<u>\$ 1,083,936</u>	<u>\$ -</u>

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

Year	Sheriff's Office Amount	Prison Amount
2021	\$ 46,710	\$ 51,616
2022	46,710	51,616
2023	46,710	51,616
2024	46,710	51,616
2025	46,710	51,616
Thereafter	<u>373,395</u>	<u>825,856</u>
Total	<u>\$ 606,945</u>	<u>\$ 1,083,936</u>

NOTE 12—DEFERRED COMPENSATION PLAN

During the fiscal year ended June 30, 2020, the Winn Parish Sheriff began offering its employees participation in the Louisiana Public Employees Deferred Compensation Plan adopted by the Louisiana Deferred Compensation Commission and established in accordance with Internal Revenue Code Section 457. Complete disclosures relating to the Plan are included in the separately issued audit report for the Plan, available from the Louisiana Legislative Auditor, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397. During the fiscal year ended June 30, 2020, the Sheriff contributed \$24,988 to the Plan which was the amount withheld from employees.

NOTE 13—DEBT

During the fiscal year ended June 30, 2017 the Winn Parish Sheriff otherwise known as the Winn Parish Law Enforcement District incurred debt related to the construction of the jail facilities, as approved by the State Bond Commission. The Bond Payable was issued by the U.S. Rural Development (USDA) for \$7,500,000. The bond terms state once construction is complete and the jail is revenue producing, a Debt Service Fund would be created with scheduled payments and required contingency funds. As the jail became revenue producing during the fiscal year ended June 30, 2020 the Debt Service Reserve began being funded. The required reserves are one year's payment of debt \$352,800 and monthly for depreciation/repairs to the jail equal to 10 percent of the monthly payment (i.e. \$2,940 per month) which as of June 30, 2020 totaled \$41,160. The amount in reserved accounts is more than required amounts at \$364,300 and \$56,180 respectively. The parish ½ cent sales tax passed on November 16, 2014, serves as collateral for the debt.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Bond payable 6/30/19	\$7,060,844
Decrease (principle repayment)	<u>(107,372)</u>
Bond payable 6/30/20	<u>\$6,953,472</u>

Bond payable as of June 30, 2020 was comprised of the one Sales Tax Bond, Series 2018 which was issued and dated March 28, 2018 for \$7,500,000 with interest at 3.5% and due in monthly installments of \$29,400 over 40 years.

The annual requirements to amortize this debt outstanding as of June 30, 2020, including interest payments of \$4,863,652 are estimated as follows:

YEAR ENDING JUNE 30	PRINCIPLE	INTEREST	TOTAL PAYMENTS
2021	\$ 111,201	\$ 241,599	\$ 352,800
2022	115,156	237,644	352,800
2023	119,252	233,548	352,800
2024	123,494	229,306	352,800
2025	127,886	224,914	352,800
2026 – 2030	710,981	1,053,019	1,764,000
2031 – 2035	846,737	917,263	1,764,000
2036 – 2040	1,008,416	755,584	1,764,000
2041 – 2045	1,200,966	563,034	1,764,000
2046 – 2050	1,430,281	333,719	1,764,000
2051 – 2054	<u>1,159,102</u>	<u>74,022</u>	<u>1,233,124</u>
TOTALS	<u>\$6,953,472</u>	<u>\$4,863,652</u>	<u>\$ 11,817,124</u>

NOTE 14—ON BEHALF PAYMENTS

Certain employees of the Winn Parish Sheriff receive supplemental pay from the State. In accordance with GASB Statement No. 24, the Sheriff has recorded revenues and expenditures for these payments in the General Fund. Revenues and expenditures under this arrangement totaled approximately \$83,800 for the fiscal year ended June 30, 2020.

NOTE 15—SERVICES PROVIDED BY WINN PARISH POLICE JURY

The Sheriff's office is located in the parish courthouse. Expenditures for maintenance and operation of the parish courthouse, as required by state statute, are paid by the Winn Parish Police Jury.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16—CHANGES IN AGENCY BALANCES

A summary of changes in agency balances due to taxing bodies and others is as follows:

<u>Funds</u>	<u>Balance</u> 07/01/19	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> 06/30/20
Civil	\$ 9,198	\$ 255,686	\$ 255,686	\$ 9,198
Cash Bond	49,577	436,077	437,809	47,845
Tax Collector	39,628	6,979,837	6,961,817	57,648
Inmate	6,039	-	1,652	4,387
Inmate-Detention	<u>17,359</u>	<u>181,088</u>	<u>176,789</u>	<u>21,658</u>
Totals	<u>\$ 121,801</u>	<u>\$ 7,852,688</u>	<u>\$ 7,833,753</u>	<u>\$ 140,736</u>

NOTE 17—EX-OFFICIO TAX COLLECTOR

The amount of cash on hand at year-end was \$76,429, which does not include taxes paid under protest. The amount of taxes collect by the taxing authority was:

Winn Parish School Board	\$ 2,153,932
Winn Parish Police Jury	1,673,358
Winn Parish Sheriff	1,487,658
Winn Parish Assessor	357,578
Winn Parish Fire District	665,753
Louisiana Tax Commission	5,922
Louisiana Forestry Commission	30,569
Pension Funds	<u>178,804</u>
Total	<u>\$ 6,553,574</u>

All assessed taxes after change orders approved by the LA Tax Commission were deemed collectible as of June 30, 2020.

NOTE 18—TAXES PAID UNDER PROTEST

The unsettled balances due to taxing bodies and others in the agency fund at June 30, 2020, include \$13,867 of taxes paid under protest. These monies are cash equivalents of \$5,274 and investments of \$8,593 and include interest earned as certificates of deposit and are held pending resolution of the protest. They are accounted for in the Tax Collector Agency Fund.

NOTE 19—DARE

DARE reimburses for personnel, employee benefits, and travel related to the program as well as for supplies. The personnel and related is paid from the General Fund and monies are deposited to that fund to cover said expenses. For the fiscal year ended June 30, 2020, monies deposited/transferred to the general fund for personnel and related totaled \$13,163.

WINN PARISH SHERIFF
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 20—STATE REVENUE SHARING FUNDS

The revenue sharing funds received during the fiscal year were distributed as follows:

Winn Parish Sheriff	\$ 104,324
Winn Parish School Board	71,095
Winn Parish Police Jury	80,962
Winn Parish Assessor	22,944
Pension Funds	<u>7,515</u>
Total	<u>\$ 286,840</u>

NOTE 21—PENDING LITIGATION

At June 30, 2020, there was an outstanding suit against the management of the Winn Parish Sheriff. Although the outcome of this suit is not presently determinable, the opinion of the Sheriff’s representation is that they do not currently view this case as a liability. The resolution of this matter would not create a liability in excess of insurance coverage that would have a material adverse effect on the financial condition of the Sheriff.

NOTE 22—COOPERATIVE ENDEAVOR AGREEMENTS

During the fiscal year ended June 30, 2020 the following cooperative endeavors were in place:

Operation Save a Kid—The Sheriff will support the Winnfield City Police’s “Shop with a Cop”. This program is designed and intended to promote interaction and mentorship between law enforcement officers and the at-risk youth population of Winn Parish.

School Resource Officer—The Sheriff will supply the Winn Parish School Board with an officer to be available during school hours which the school board will pay a fee for this service.

LaSalle Corrections VI, LLC and State of Louisiana—The Sheriff will supply the facilities contracted in a cooperative endeavor to the Winn Parish Law Enforcement District by the State of Louisiana. The LaSalle Corrections will manage all accounting and daily operations as well as pay a sponsor fee based on detainees. Beginning in August 2019, the Sheriff will also hire and commission staff; however, LaSalle Corrections will reimburse all wages, salaries and benefits.

NOTE 23—SUBSEQUENT EVENTS

Management has evaluated events through December 9, 2020, the date which the financial statements were available for issue. There were no items noted to be reported as subsequent events.

OTHER REQUIRED
SUPPLEMENTARY INFORMATION

WINN PARISH SHERIFF
BUDGETARY COMPARISON SCHEDULE—GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Budget</u>		<u>Budgetary Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
Revenues:				
Taxes:				
Ad Valorem	\$1,362,500	\$1,364,000	\$1,444,279	\$ 80,279
Sales	1,000,000	1,005,000	1,072,680	67,680
Fines, Fees, Commissions, & Charges for Services:				
Civil & Criminal Fees	50,000	60,000	65,552	5,552
Commissions-Taxes	5,000	5,000	5,395	395
Commissions-Fines & Bonds	35,000	35,000	34,625	(375)
Prisoner Maintenance	450,000	936,000	991,594	55,594
Correction Center Fees	-	850,000	921,877	71,877
Other Fines, Fees, Commissions & Charges for Services	405,000	145,000	156,224	11,224
Intergovernmental:				
Federal Funding:				
Other Financial Assistance	-	-	637,639	637,639
Grants	75,000	55,000	107,567	52,567
State Funding:				
Supplemental Pay	92,000	90,000	83,861	(6,139)
Revenue Sharing	103,000	104,000	104,324	324
Miscellaneous:				
Interest	50,000	60,000	61,140	1,140
Other	<u>6,000</u>	<u>31,000</u>	<u>32,310</u>	<u>1,310</u>
Total Revenues	<u>3,633,500</u>	<u>4,740,000</u>	<u>5,719,067</u>	<u>979,067</u>
Expenditures:				
Public Safety—Current:				
Personnel & Related Benefits	2,287,000	2,775,000	2,363,863	411,137
Operating Services	380,000	285,000	457,067	(172,067)
Materials & Supplies	280,000	475,000	365,136	109,864
Training, Travel & Other	21,000	31,500	18,223	13,277
Capital Outlay	150,000	225,000	231,763	(6,763)
Debt Service—Principal	138,000	111,200	107,372	3,828
Debt Service—Interest	<u>222,000</u>	<u>245,000</u>	<u>245,428</u>	<u>(428)</u>
Total Expenditures	<u>3,478,000</u>	<u>4,147,700</u>	<u>3,788,852</u>	<u>358,848</u>
Excess of Revenues over Expenditures	155,500	592,300	1,930,215	1,337,915

(Continued)

WINN PARISH SHERIFF
BUDGETARY COMPARISON SCHEDULE—GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Budget</u>		<u>Budgetary</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>
Other Financing Sources/(Uses):				
Capital Asset Sales	-	-	6,501	6,501
Transfer In/(Out)	-	-	<u>13,163</u>	<u>13,163</u>
Excess (Deficiency) of Revenues & Other Financing Sources over Expenditures & Other Financing Uses	155,500	592,300	1,949,879	1,357,579
Fund Balance—Beginning of Year	<u>4,765,044</u>	<u>4,765,044</u>	<u>4,765,044</u>	<u>-</u>
Fund Balance—End of Year	<u>\$4,920,544</u>	<u>\$5,357,344</u>	<u>\$6,714,923</u>	<u>\$ 1,357,579</u>

Reconciliation of Actual per Budgetary Basis to Actual per Statement of Revenues and Expenditures:

Total Revenue—Budgetary Basis	\$ 5,719,067
Plus: Prisoner Maintenance—Correctional Center	<u>59,084,769</u>
Total Revenue—Statement of Revenue & Expenditures	<u>\$ 64,803,836</u>
Total Expenditures—Budgetary Basis	\$ 3,788,852
Operating Services—Prisoner Maintenance— Correctional Center	<u>59,084,769</u>
Total Expenditures—Statement of Revenue & Expenditures	<u>\$ 62,873,621</u>

See Independent Auditor's Report.

(Concluded)

WINN PARISH SHERIFF
SCHEDULE OF SHERIFF'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2020

Actuarial Valuation Date	Employer Portion of the Net Pension Liability/ (Asset)	Employer Proportionate Share of the Net Pension Liability/ (Asset)	Employer's Covered Employee Payroll	Employer's Proportionate Share of the Net Pension Liability/ (Asset) as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
06/30/19	.156%	\$737,594	\$1,090,647	67.629%	80.909%
06/30/18	.155%	\$595,203	\$1,067,577	57.753%	90.411%
06/30/17	.157%	\$681,784	1,090,446	62.523%	88.488%
06/30/16	.147%	\$930,544	1,001,314	92.932%	82.097%
06/30/15	.141%	\$626,540	932,824	67.166%	86.607%
06/30/14	.123%	\$487,243	683,188	71.319%	87.345%

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

WINN PARISH SHERIFF
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2020

Actuarial Valuation <u>Date</u>	Contractually Required <u>Contribution</u>	Contributions in relation to Contractually Required <u>Contributions</u>	Contribution Deficiency <u>(Excess)</u>	Employer's Covered Employee <u>Payroll</u>	Contributions as a Percentage of Covered Employee <u>Payroll</u>
06/30/19	\$133,604	\$133,480	\$ (124)	\$1,090,647	12.25%
06/30/18	136,116	\$136,210	94	1,067,577	12.75%
06/30/17	144,484	144,490	6	1,090,446	13.25%
06/30/16	137,666	137,679	13	1,001,314	13.75%
06/30/15	132,927	132,799	(128)	932,824	14.25%
06/30/14	94,895	94,949	(12)	683,188	13.89%

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

WINN PARISH SHERIFF
SCHEDULE OF CHANGES IN THE SHERIFF'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED JUNE 30, 2020

Sheriff's Office			
Total OPEB Liability	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ 62,641	\$ 65,171	\$ 63,273
Interest Cost	66,182	65,405	66,362
Changes of Benefit Terms	-	-	-
Difference between expected and actual experience	274,094	62,358	(50,240)
Changes of assumptions or other inputs	282,831	86,619	-
Benefit Payments	<u>(77,106)</u>	<u>(77,452)</u>	<u>(73,414)</u>
Net Change	608,642	202,101	5,981
Total OPEB Liability—Beginning	<u>1,859,586</u>	<u>1,657,485</u>	<u>1,651,504</u>
Total OPEB Liability—Ending	<u>\$ 2,468,228</u>	<u>\$ 1,859,586</u>	<u>\$ 1,657,485</u>
Covered Employee Payroll	\$ 1,249,638	\$ 1,019,375	\$ 989,684
Total OPEB Liability as a Percentage of Covered Employee Payroll	197.52%	182.42%	167.48%
Prison			
Total OPEB Liability	<u>2020</u>		
Service Cost	\$ -		
Interest Cost	-		
Changes of Benefit Terms	-		
Difference between expected and actual experience	1,135,552		
Changes of assumptions or other inputs	-		
Benefit Payments	<u>-</u>		
Net Change	1,135,552		
Total OPEB Liability—Beginning	<u>\$ -</u>		
Total OPEB Liability—Ending	<u>\$ 1,135,552</u>		
Notes to Schedule:			
Changes in Benefit Terms:	None	None	None
Changes of Assumptions:			
Discount Rate	2.21%	3.50%	3.87%
Mortality	RP-2014	RP-2000	RP-2000
Trend	Variable	5.5%	5.5%

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

OTHER
SUPPLEMENTARY INFORMATION

WINN PARISH SHERIFF
STATEMENT OF COLLECTIONS, DISTRIBUTIONS, AND UNSETTLED DEPOSITS
FIDUCIARY FUNDS - AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Civil</u>	<u>Cash Bond</u>	<u>Tax Collector</u>	<u>Inmate</u>	<u>DC Inmate</u>	<u>Totals</u>
Unsettled Balances						
07/01/19	\$ 9,198	\$ 49,577	\$ 39,628	\$ 6,039	\$ 17,359	\$ 121,801
Additions:						
Deposits:						
Ad Valorem Taxes			6,553,574			6,553,574
State Revenue Sharing			286,840			286,840
Sheriff Sales	91,720					91,720
Garnishments	132,287					132,287
Parish Licenses			115,408			115,408
Fines & Costs		436,039				436,039
Commissary Receipts				-	181,088	181,088
Other	31,679	38	24,015			55,732
Totals	<u>255,686</u>	<u>436,077</u>	<u>6,979,837</u>	<u>-</u>	<u>181,088</u>	<u>7,852,688</u>
Deductions:						
Deposits Settled to:						
Louisiana Dept of Ag & Forestry			30,568			30,568
North LA Crime Lab		44,845				44,845
Winn Parish:						
Police Jury		80,132	1,869,600			1,949,732
School Board			2,225,027			2,225,027
Sheriff General Fund	59,680	62,087	1,592,226		51,000	1,764,993
Sheriff DARE Fund		3,180				3,180
Clerk of Court	30,787	59,499	5,880			96,166
Assessor			380,522			380,522
Fire Protect Dist No. 3			665,753			665,753
Pension Funds			186,319			186,319
Eighth Judicial District:						
District Attorney		46,199				46,199
District Court		75,121				75,121
Indigent Defender Board		49,102				49,102
Attorneys, Litigants, Appraisers, Etc.	39,387					39,387
Other Sheriffs	1,009					1,009
Garnishments	101,852					101,852
Inmate Settlements					14,504	14,504
Other Settlements	22,971	17,644	5,922	1,652	111,285	159,474
Totals	<u>255,686</u>	<u>437,809</u>	<u>6,955,693</u>	<u>1,652</u>	<u>176,789</u>	<u>7,833,753</u>
Unsettled Balances						
06/30/20	<u>\$ 9,198</u>	<u>\$ 47,845</u>	<u>\$ 57,648</u>	<u>\$ 4,387</u>	<u>\$ 21,658</u>	<u>\$ 140,736</u>

See Independent Auditor's Report.

STATE OF LOUISIANA
PARISH OF WINN

AFFIDAVIT

Cranford Jordan, Sheriff of Winn Parish

BEFORE ME, the undersigned authority, personally came and appeared.

Cranford Jordan, Sheriff of Winn Parish. State of Louisiana, who after
Being duly sworn, deposed and said;

The following information is true and correct as stated in the June 30, 2020 Financial Report:

NOTE 17—EX-OFFICIO TAX COLLECTOR


The amount of cash on hand at year-end was \$76,429, which does not include taxes paid under protest. The amount of taxes collect by the taxing authority was:

Winn Parish School Board	\$	2,153,932
Winn Parish Police Jury		1,673,358
Winn Parish Sheriff		1,487,658
Winn Parish Assessor		357,578
Winn Parish Fire District		665,753
Louisiana Tax Commission		5,922
Louisiana Forestry Commission		30,569
Pension Funds		<u>178,804</u>
Total	\$	<u>6,553,574</u>

All assessed taxes after change orders approved by the LA Tax Commission were deemed collectible as of June 30, 2020.

NOTE 18—TAXES PAID UNDER PROTEST

The unsettled balances due to taxing bodies and others in the agency fund at June 30, 2020, include \$13,867 of taxes paid under protest. These monies are cash equivalents of \$5,274 and investments of \$8,593 and include interest earned as certificates of deposit and are held pending resolution of the protest. They are accounted for in the Tax Collector Agency Fund.



Cranford Jordan,
Sheriff of Winn Parish

SWORN to and subscribed before me, Notary, this 9 day of December 2020
in my office in Winnfield, Louisiana



Notary Signature

RICHARD A TUCKER
EX-OFFICIO NOTARY
#153212

WINN PARISH SHERIFF
SCHEDULE OF COMPENSATION FOR AGENCY HEAD
FOR THE YEAR ENDED JUNE 30, 2020

In accordance with Act 706 of the 2014 Legislative Session as amended by Act 462 of 2015 Legislative Session the following Schedule of Compensation, Reimbursements, Benefits and Other Payment to the Political Subdivision Head or Chief Executive Officers is presented.

The Chief Executive Officer is Sheriff Cranford Jordan. The payments the Sheriff as required to be disclosed per the Acts for the fiscal year ended June 30, 2020 are as follows:

Gross Salary	\$	149,957
Expense Allowance		14,996
Retirement Contributions		20,207
Health Insurance		13,239
Conferences and Seminars-Registration		50
Phone (OEP)		624

See Independent Auditor's Report.

COMPLIANCE AND OTHER MATTERS

Shanna Jones, CPA

795 Big Creek Rd
Winnfield, LA 71483
792-8544

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 *GOVERNMENTAL AUDITING STANDARDS*

Cranford Jordan, Sheriff
of Winn Parish
P.O. Box 950
Winnfield, Louisiana

I have audited the financial statements of the governmental activities, the major funds, the aggregate remaining fund information of Winn Parish Sheriff as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements and have issued my report thereon dated December 9, 2020. I conducted my 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 U.S. and the *Louisiana Governmental Audit Guide*.

Internal Control Over Financial Reporting

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

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during my audit I did not

(Continued)

identify any deficiencies in internal control that I consider to be material weaknesses. I did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings that I consider to be a significant deficiency. See item 20-01.

Compliance and Other Matters

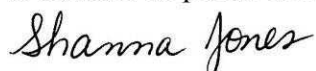
As part of obtaining reasonable assurance about whether Winn Parish Sheriff's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. This instance is described in the accompanying Schedule of Audit Findings as items 20-01.

Winn Parish Sheriff's Response to Finding

The Winn Parish Sheriff's response to the finding identified in my audit is described in the accompanying Schedule of Findings. The Winn Parish Sheriff's response was not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, I express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. This report is intended for the information and use of the Louisiana Legislative Auditor, management of the Winn Parish Sheriff and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana R.S. 24:513 this report is a matter of public record and its distribution is not limited.



Shanna Jones, CPA
Winnfield, Louisiana
December 9, 2020

(Concluded)

WINN PARISH SHERIFF
SCHEDULE OF AUDIT FINDINGS
YEAR ENDED JUNE 30, 2020

A. SUMMARY OF AUDIT RESULTS

1. The Independent Auditor's Report expresses an unmodified opinion on the financial statements of the Winn Parish Sheriff.
2. There was one significant deficiency noted during the audit of the financial statements. This deficiency was not deemed to be a material weakness.
3. One instance of noncompliance material to the financial statements of the Winn Parish Sheriff was disclosed during the audit.

B. FINANCIAL STATEMENTS AUDIT

Compliance

20-01 Compliance with Regulatory Statutes—Cash Deposits

Finding—Louisiana R. S. 39:1212 requires daily cash deposits where practical. In testing Tax Collector Fund deposits, it was noted one deposit did not tie to the system receipts, it had cleared the bank for \$1,000 less than the deposit slip and the system reported. Upon further inquiry, the employee stated he recorded deposits into QuickBooks based on the bank statement and did not notice that it did not reconcile back to the system's collections. The monies were subsequently remitted by the taxpayer and properly deposited by the fund manager. This is also an internal control failure.

Recommendation—The tax software system allows printing daily and monthly collection and distribution reports. These reports should be reviewed daily by clerks and monthly by the fund manager to ensure that bank deposits match with collections as well as that disbursements are matched with checks written.

Management's Response—We will ensure that deposits are made in a timely manner sufficient to comply with Louisiana R. S. 39:1212 by daily tying system reports of collections to actual deposits.

WINN PARISH SHERIFF
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2019

C. SUMMARY OF AUDIT RESULTS

4. The Independent Auditor's Report expresses an unmodified opinion on the financial statements of the Winn Parish Sheriff.
5. There were no material weaknesses noted during the audit of the financial statements.
6. No instances of noncompliance material to the financial statements of the Winn Parish Sheriff were disclosed during the audit.
7. The Independent Auditor's Report on Compliance for Each Major Program of the Winn Parish Sheriff expresses an unmodified opinion.
8. There were no deficiencies noted in internal control over major federal awards programs disclosed in the Independent Auditor's Report on Compliance for Each Major Program.
9. The audit disclosed no findings that are required to be reported in accordance with 2 CFR section 200.516(a) and is reported in this Schedule.
10. The program tested as major program for the Winn Parish Sheriff was the U.S. Department of Agriculture, Community Facilities Loans and Grants, CFDA 10.766.
11. The dollar threshold used to distinguish between Type A and B programs was \$750,000.
12. The auditee did not qualify as a low risk auditee.

D. FINANCIAL STATEMENTS AUDIT

None.

E. MAJOR FEDERAL AWARD PROGRAM AUDIT

None.