

**JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana**

**Basic Financial Statements
As of and for the Year Ended June 30, 2021
With Supplemental Information Schedules**

JEFFERSON DAVIS PARISH SHERIFF
 Jennings, Louisiana
 Basic Financial Statements
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 With Supplemental Information Schedules

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Mike B. Gillespie
Certified Public Accountant
A Professional Accounting Corporation

Mike B. Gillespie, CPA, CGMA

Eric C. Gillespie, CPA

414 East Nezpique Street
P.O. Box 1347
Jennings, LA 70546
Telephone: (337) 824-7773
Fax: (337) 824-7774

INDEPENDENT AUDITOR'S REPORT

Honorable Ivy J. Woods
Jefferson Davis Parish Sheriff
Jennings, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Jefferson Davis Parish Sheriff (Sheriff), as of and for the year ended June 30, 2021, 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 the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and aggregate fund information of the Sheriff, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted a management's discussion and analysis that accounting principles generally accepted in the United States require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information (pages 39 to 40), schedule of changes in OPEB liability and related ratios (page 41), and the additional pension/ retirement information (pages 42 to 44) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sheriff's basic financial statements. The accompanying supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the financial statements.

The accompanying other supplementary information, as listed in the table of contents (pages 47 to 51), is the responsibility of management and was derived from and relates 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 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying other supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2021, on our consideration of the Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sheriff's internal control over financial reporting and compliance.

Mike B. Gillespie, CPA, APAC

Jennings, Louisiana
December 22, 2021

BASIC FINANCIAL STATEMENTS

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

JEFFERSON DAVIS PARISH SHERIFF
Statement of Net Position
June 30, 2021

Statement A

ASSETS

Cash	\$ 4,564,965
Investments	5,256,483
Receivables (net of allowance for uncollectibles of \$0)	706,638
Capital assets:	
Land	69,265
Exhaustible capital assets, net of depreciation	2,104,689

TOTAL ASSETS 12,702,040

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows-pension	2,376,093
Deferred outflows-other post employment benefits	1,799,864

TOTAL DEFERRED OUTFLOWS OF RESOURCES 4,175,957

LIABILITIES

Accounts payable	24,090
Payroll deductions, withholdings, and accrued salaries payable	212,116
Long-term obligations:	
Compensated absences:	
Due within one year	99,692
Due in more than one year	181,473
Other post employment benefit payable	6,120,461
Net pension liability	3,565,667

TOTAL LIABILITIES 10,203,499

DEFERRED INFLOWS OF RESOURCES

Deferred inflows-pension	492,303
Deferred inflows-other post employment benefits	341,417

TOTAL DEFERRED INFLOWS OF RESOURCES 833,720

NET POSITION

Net investment in capital assets	2,173,954
Restricted for:	
Drug Enforcement	79,046
Sex offender compliance	19,636
Unrestricted	3,568,142

TOTAL NET POSITION \$ 5,840,778

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH SHERIFF
Statement of Activities
For the Year Ended June 30, 2021

Statement B

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental Activities:				
Public safety	\$ 8,485,891	\$ 688,860	\$ 2,951,553	\$ (4,845,478)
Total Governmental Activities	\$ 8,485,891	\$ 688,860	\$ 2,951,553	(4,845,478)

General Revenues:

Property taxes, levied for general purposes	3,038,930
Parish contribution to retirement fund	230,422
Sales taxes, levied for general purposes	3,140,863
State revenue sharing	67,380
State supplemental pay	342,229
Interest and investment earnings	32,944
Miscellaneous	185,101
Total General Revenues	7,037,869
 Change in Net Position	 2,192,391
 Net Position -Beginning	 3,648,387
 Net Position -Ending	 \$ 5,840,778

The accompanying notes are an integral part of this statement.

BASIC FINANCIAL STATEMENTS
FUND FINANCIAL STATEMENTS (FFS)

JEFFERSON DAVIS PARISH SHERIFF
Balance Sheet
June 30, 2021

Statement C

	<u>General Fund</u>
ASSETS	
Cash	\$ 4,564,965
Investments	5,256,483
Receivables (net of allowance for uncollectibles of \$0)	706,638
TOTAL ASSETS	<u><u>10,528,086</u></u>
LIABILITIES AND FUND BALANCES	
Accounts payable	24,090
Payroll deduction, withholdings, and accrued salaries payable	212,116
Total Liabilities	<u><u>236,206</u></u>
DEFERRED INFLOWS OF RESOURCES	
Deferred revenues	-
Total Deferred Inflows of Resources	<u><u>-</u></u>
FUND BALANCES	
Restricted:	
Drug enforcement	79,046
Sex offender compliance	19,636
Assigned:	
Other Post Employment Benefits	7,000,000
Capital Projects	500,000
Unassigned	2,693,198
Total Fund Balances	<u><u>10,291,880</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, & FUND BALANCES	<u><u>\$ 10,528,086</u></u>

The accompanying notes are an integral part of this statement.

**JEFFERSON DAVIS PARISH SHERIFF
Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
June 30, 2021**

Statement D

Total Ending Fund Balances - Governmental Funds (Statement C) \$ 10,291,880

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial

Costs of capital assets	\$ 6,947,475	
Accumulated depreciation	<u>(4,773,521)</u>	2,173,954

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:

Compensated absences payable	\$ (281,165)	
Other post employment benefit payable	(6,120,461)	
Net pension liability	<u>(3,565,667)</u>	(9,967,293)

Deferred outflow and inflow of resources associated with pension and retirement are not current financial resources or uses and therefore are not reported in the governmental funds.

Deferred outflows-pension	\$ 2,376,093	
Deferred outflows-other post employment benefits	1,799,864	
Deferred inflows-pension	(492,303)	
Deferred inflows-other post employment benefits	<u>(341,417)</u>	3,342,237

Deferred revenues to be collected at a later date are not reported as revenues in the fund financial statements since they are not available resources.

Net Position (Statement A) \$ 5,840,778

**JEFFERSON DAVIS PARISH SHERIFF
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2021**

Statement E

	<u>General Fund</u>
REVENUES	
Taxes:	
Property taxes	\$ 3,038,930
Sales taxes	3,140,863
Parish contribution to retirement fund	122,355
Intergovernmental revenues:	
Federal sources:	
Federal grants	1,917,057
State sources:	
State grants	50,694
State supplemental pay	342,229
State revenues sharing	67,380
Other	92,212
Local sources:	
District attorney - LACE	1,417
Parish - 911 District	300,542
Parish - Corrections/Jail salary	681,843
Fees, charges, and commissions for services:	
Commissions on licenses, taxes, etc.	143,517
Civil and criminal fees	141,744
Court attendance	7,510
Transporting prisoners	12,902
Feeding and keeping prisoners	84,375
Commissary commissions	53,882
Commissions on fines and other forfeitures	46,837
Security detail services	177,915
Other	106,923
Fines and Forfeitures:	
Bond, fines and other forfeitures	4,694
Use of money and property:	
Interest	32,944
Commissions on phones	62,519
Miscellaneous	31,790
Total Revenues	<u>10,663,074</u>
EXPENDITURES	
Current:	
Personal services and related benefits	6,193,123
Operating services	738,014
Materials and supplies	351,101
Other	38,868
Intergovernmental:	
Election expense	26,127
Retirement deducted from tax collections	46,481
Capital outlay	315,224
Total Expenditures	<u>7,708,938</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>2,954,136</u>
OTHER FINANCING SOURCES (USES):	
Proceeds from sales of fixed assets	54,458
Compensation for loss or damage of assets	6,641
Total Other Financing Sources (uses)	<u>61,099</u>
NET CHANGE IN FUND BALANCE	3,015,235
FUND BALANCES BEGINNING OF YEAR	<u>7,276,645</u>
FUND BALANCES END OF YEAR	<u>\$ 10,291,880</u>

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH SHERIFF
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and
Changes in Fund Balance of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2021

Statement F

Total Net Change in Fund Balance - Governmental Funds (Statement E) \$ 3,015,235

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

In statement of activities pension expense is based on proportionate share computation based on changes in total net pension liability, and in governmental funds pension expense is measured by the amount of financial resources used (essentially employer contribution paid). (228,910)

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capital outlays in the period:

Depreciation expense	(393,713)	
Capital outlays	<u>315,224</u>	(78,489)

The net effect of various transaction involving capital assets (ie., sales, trade-ins, and contributions) is to decrease net assets

The net effect of various transactions involving capital assets (ie., sales, trade-ins, and contributions) is to decrease net assets -

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Post-employment benefits are not reported in governmental fund financial statements. The net amount of these transactions for the current year were as follows:

Change in other post employment benefit liability (358,557)

In the statement of activities, certain operating expenses - compensated absences (vacations and other absences) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid):

Change in compensated absences payable (2,930)

Revenues in statement of activities that do not provide current financial resources are not reported as revenues in the funds. (153,958)

Change In Net Position of Governmental Activities (Statement B) \$ 2,192,391

**JEFFERSON DAVIS PARISH SHERIFF
 FIDUCIARY FUNDS
 Statement of Fiduciary Net Position
 June 30, 2021**

Statement G

	<u>Custodial Funds</u>
ASSETS	
Cash	\$ 402,548
Due from other funds	109
TOTAL ASSETS	<u><u>402,657</u></u>
LIABILITIES	
Accounts payable	\$ -
TOTAL LIABILITIES	<u>-</u>
NET POSITION	
Restricted - Unsettled balances due to others	338,598
Restricted - Protest Taxes	8
Restricted - Inmate personal funds	20,354
Restricted - Seizures held in evidences	43,697
TOTAL NET POSITION	<u><u>\$ 402,657</u></u>

The accompanying notes are an integral part of this statement

**JEFFERSON DAVIS PARISH SHERIFF
FIDUCIARY FUNDS
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2021**

Statement H

	<u>Custodial Funds</u>
ADDITIONS	
Sheriff's sales, suits, and seizures	\$ 541,523
Fines	588,900
Cash bonds	48,700
Bond fees	90,209
Interest	80
Garnishments	188,792
Other deposits	1,863,059
Taxes, fees, etc., paid to tax collector	<u>27,277,936</u>
Total additions	<u>30,599,199</u>
DEDUCTIONS	
State of Louisiana	41,381
Pension funds	703,996
Sheriff's general fund	3,249,469
Police jury and districts	11,495,273
School board	9,127,957
Assessor	630,776
Municipalities	1,858,657
District attorney	97,399
District court expense funds	11,410
Clerk of court	76,846
Indigent defender board	131,458
Attorneys, appraisers, litigants, etc.	749,329
Coroner	12,274
Other settlements	2,345,601
Protested taxes & interest distributed to taxing bodies & others	<u>110,394</u>
Total deductions	<u>30,642,220</u>
Change in Fiduciary Net Position	(43,021)
Net Position - Beginning	-
Prior Period Adjustment - Adoption of GASB 84	445,678
Net Position - Beginning, restated	<u>445,678</u>
Net Position - Ending	<u><u>\$ 402,657</u></u>

The accompanying notes are an integral part of this statement

NOTES TO THE FINANCIAL STATEMENTS

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

INTRODUCTION

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

As the chief law enforcement officer of the parish, the Sheriff has the responsibility for enforcing state and local laws and ordinances within the territorial boundaries of the parish. The Sheriff provides protection to the residents of the parish through on-site patrols and investigations and serves the residents of the parish through the establishment of 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, parish occupational licenses, state revenue sharing funds, fines, costs, and bond forfeitures imposed by the district court.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying basic financial statements of the Jefferson Davis Parish Sheriff have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*, issued in June 1999.

B. REPORTING ENTITY

GASB Statement 14, *The Financial Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the Sheriff is considered a primary government, since it is a special purpose government, the Sheriff is independently elected, is a legally separate entity, and is fiscally independent of other state or local governments. As used in GASB Statement 14, fiscally independent entity is defined as being able to determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt without the approval or consent of another governmental entity. Other than certain operating expenditures of the Sheriff's office that are paid or provided by the Parish Police Jury as required under Louisiana law, the Sheriff is financially independent. The Sheriff also has no component units, defined by GASB Statement 14 as other legally separate organizations for which the Sheriff is financially accountable.

C. FUND ACCOUNTING

The Sheriff uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain Sheriff functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

Governmental Funds

Governmental funds account for all or most of the sheriff's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the Sheriff. The following are the Sheriff's governmental funds:

General Fund – the primary operating fund of the Sheriff and it accounts for all financial resources, except those required to be accounted for in other funds. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to Sheriff policy.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the Sheriff as an agent for individuals, private organizations, and other governmental units. The funds accounted for in this category are Custodial Funds.

These funds are used to account for assets held in a trustee capacity. The Sheriff's Custodial Funds are used as depositories for civil suits, cash bonds, taxes, fees, etc. Disbursements from these funds are made to various parish agencies, litigants in suits, etc., in the manner prescribed by law. The accounts of the Tax Collector Agency Fund are established to reflect the collections imposed by law, distributions pursuant to such law, and unsettled balances due various taxing bodies and others. The Custodial Funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus.

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Fund Financial Statements (FFS)

The amounts reflected in the General Fund, of Statements C and E, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of the Sheriff's operations.

The amounts reflected in the General Fund, of Statements C and E, use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Sheriff considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

The governmental funds use the following practices in recording revenues and expenditures.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

Revenues

Property taxes are recorded as revenues in the year for which they are levied under the susceptible to accrual concept. Property taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January, and February of the fiscal year. Sales taxes are recorded as revenues in the same period the assets are recognized, which is when the exchange transaction on which the tax is imposed occurs or when the resources are received. Grants are recorded when the Sheriff is entitled to the funds. Other intergovernmental revenues and fees, charges, and commissions for services are recorded when the Sheriff is entitled to the funds. Interest earnings on time deposits are recorded as earned since they are measurable and available. Substantially all other revenues are recorded when received.

Expenditures

Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Other Financing Sources

Proceeds from the sale of fixed assets are accounted for as other financial sources and are recognized when received. Fixed assets acquired through capital leases are recorded as expenditures and other financing sources at the time of acquisition.

The following practices are used in recording additions and deductions within the Fiduciary Funds:

Additions – The majority of additions are not susceptible to accrual because they are not measurable until received in cash.

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

Government-Wide Financial Statements (GWFS)

The Statement of Net Position (Statement A) and the Statement of Activities (Statement B) display information about the Sheriff as a whole. These statements include all the financial activities of all of the funds of the Sheriff, except the fiduciary funds. Fiduciary funds are reported only in the Statement of Fiduciary Net Position - Fiduciary Funds and Statement of Changes in Fiduciary Net Position - Fiduciary Funds at the fund financial statement level. For the most part, the effect of interfund activity has been removed from these statements. The Sheriff does not allocate indirect expenses. Information contained in these statements reflects the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

Program revenues included in the Statement of Activities (Statement B) are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from the Sheriff's general revenues.

E. CASH

Cash includes amounts in demand deposits and interest-bearing demand deposits. Under state law, the Sheriff may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States. Tax collections must be deposited in a bank domiciled in the parish where the funds are collected.

F. CAPITAL ASSETS

Capital assets are recorded at historical cost or estimated historical cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The sheriff maintains a threshold level of \$2,500 or more for capitalizing assets.

Capital assets are recorded in the GWFS Statement of Net Position. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

Buildings and building improvements	5 – 40 years
Furniture and fixtures	5 – 15 years
Vehicles	5 years
Software	10 years

G. COMPENSATED ABSENCES

All employees who have completed twelve months of service receive ten (10) days vacation leave each year. Vacation leave does not accumulate or vest. Employees can accumulate compensatory time in lieu of payment for overtime. The Sheriff's standard policy is that sick leave does not accumulate or vest. However, each instance of sick leave is handled on an individual basis at the discretion of the Sheriff. No liability is reported for unpaid accumulated sick leave.

In the FFS, vacation and compensatory time that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the general fund. The amount not expected to be paid with current resources is not reported in the FFS. The entire compensated absence liability is reported in the GWFS.

H. NET POSITION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS

For government-wide statement of net position, net position is classified into three components. These classifications are defined as follows:

Invested in capital assets, net of related debt – This component of net position consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any related debt that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. Instead, that portion of the debt is included in the same net position component as the unspent proceeds.

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Restricted – This component of net position consists of constraints placed on net position through external restrictions imposed by creditors (e.g., debt covenants), grantors, contributors, or laws, or regulations of other governments. This component would also include constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – This component of net position consists of net position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”. Generally, these net position represent those financial resources that are available to meet any future obligations that might arise.

When both restricted and unrestricted resources are available for use, it is the Sheriff’s policy to use restricted resources first, then unrestricted resources as they are needed.

I. FUND EQUITY OF FUND FINANCIAL STATEMENTS

In the FFS, funds can report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form- prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance can be comprised of the remaining four classifications: restricted, committed, assigned, and unassigned defined as follows:

Restricted fund balance - This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance - These amounts can only be used for specific purposes pursuant to constraints imposed by formal action of the Sheriff’s highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the Sheriff passes a motion that removes or changes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance - This classification reflects the amounts constrained by the organization’s “intent” to be used for specific purposes, but are neither restricted or committed. The Sheriff has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance - This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Sheriff’s policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Sheriff’s policy to use fund balance in the following order: (1) Committed, (2) Assigned, (3) Unassigned.

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J. USE OF 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.

K. INTERFUND TRANSACTIONS

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as operating transfers in the FFS.

L. SALES TAX

Sales taxes will be collected on a monthly basis by the Jeff Davis Parish School Board's Sales Tax Department. The Sheriff's Office will receive sales tax revenue from the following sales taxes:

An ordinance dated July 21, 2007, which was approved by the voters of the parish authorizes the Sheriff's Office to collect, for an indefinite period beginning January 1, 2008, a 1/2% sales and use tax to be dedicated and used for the purposes of (a) paying the salaries and benefits of deputies, (b) acquiring, operating and maintaining vehicles and communications equipment, and (c) providing additional funding for operations and training.

M. PENSION/ RETIREMENT

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Louisiana Sheriffs Pension and Relief Fund (LSPRF), and additions to/deductions from LSPRFs' and fiduciary net position have been determined on the same basis as they are reported by LSPRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. LSPRF uses the accrual basis of accounting.

N. DEFERRED OUTFLOW/ INFLOW OF RESOURCES

In addition to assets the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future periods(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. All of the items that qualify for reporting in this category are related to pension amounts. See pension/ retirement footnote for further details of these items. No deferred outflows of resources affect the governmental funds financial statements in the current year.

In addition to liabilities, the statement of net position and or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue or reduction in expense) until that time. All of the items that qualify for reporting in this category in the statement of net position are related to pension

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amounts. See pension/ retirement footnote for further details of these items. The governmental funds has only one item that qualifies for reporting in this category. Accordingly, the item, deferred revenue, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

O. ACCOUNTING PRONOUNCEMENTS

The Jefferson Davis Parish Sheriff adopted the following Governmental Accounting Standards Board (GASB) Statement In the current fiscal year ended June 30, 2021.

GASB Statement No. 84, Fiduciary Activities - This Statement enhances consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. Financial statements and note disclosures reflect any required changes and the cumulative effect. The following restatement of beginning net position for the custodial funds was required:

Net Position, Beginning	\$	-
Prior Period Adjustment – Adoption of GASB 84		445,678
Net Position, Beginning, restated	\$	<u>445,678</u>

GASB has issued statements that will become effective in future years. The Jefferson Davis Parish Sheriff is evaluating the requirements of the statements below and the impact on reporting. These statements are as follows:

GASB Statement No. 87, Leases - This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The following funds had actual expenditures over budgeted appropriations for the year ended June 30, 2021:

Fund	Original Budget	Final Budget	Actual	Unfavorable Variance
None	-	-	-	-

3. LEVIED TAXES

The Sheriff levies taxes on real and business personal property located within Jefferson Davis Parish's boundaries. Property taxes are levied by the Sheriff on property values at January 1 assessed by the Jefferson Davis Parish Tax Assessor and approved by the State of Louisiana Tax Commission upon submission of the tax roll.

JEFFERSON DAVIS PARISH SHERIFF
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The Jefferson Davis Parish Sheriff Tax Collector’s Office bills and collects property taxes for the Sheriff.

<u>Property Tax Calendar</u>	
Assessment date	January 1 st
Levy date	Not later than June 1 st
Tax bills mailed	On or about November 15 th
Due date	December 31 st
Penalties and interest are added	January 1 st
Lien date	January 1 st
Tax sale – delinquent property	During June

Assessed values are established by the Jefferson Davis Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value:

10% land	15% machinery
10% residential improvements	15% commercial improvements
15% industrial improvements	25% public service properties, excluding land

A revaluation of all property is required to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2020. Total assessed value was \$306,392,926 for the calendar year 2020. Louisiana State law exempts the first \$75,000 of assessed value of a taxpayer’s primary residence from parish property taxes. This homestead exemption was \$53,910,492 of the assessed value in calendar year 2020.

The following is a summary of authorized and levied (tax rate per \$1,000 assessed value) ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Law enforcement:			
Legislative	6.20	6.20	NONE
Special	5.95	5.95	2030

4. DEPOSITS AND INVESTMENTS

Bank Deposits

At June 30, 2021, the Sheriff has deposits (book balances) as follows:

Cash on hand	\$ 1,800
Checking-non-interest bearing	469,749
Checking- interest bearing	4,440,826
Savings deposits	33,169
Certificates of deposits	21,969
	<u>\$ 4,967,513</u>

Cash and cash equivalents are reported in the basic financial statements as follows:

Governmental Funds	\$ 4,564,965
Fiduciary Funds	402,548
	<u>\$ 4,967,513</u>

JEFFERSON DAVIS PARISH SHERIFF
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These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Custodial credit risk is the risk that in the event of a bank failure, the Sheriff's deposits may not be returned to the Sheriff. The Sheriff's deposit policy for custodial credit risk requires that all uninsured deposits must be secured with acceptable collateral as defined in LRS 39:1221 valued at market. As of June 30, 2021, the Sheriff had deposits (collected bank balances) totaling \$5,075,647 which includes \$494,488 in fiduciary funds. As of yearend the Sheriff had deposits of \$2,547,770 that were either insured by FDIC coverage or collateralized by securities held by the pledging financial institution's agent in the name of the Sheriff's Office. As of yearend the Sheriff had deposits of \$2,528,877 that were unsecured and exposed to custodial credit risk.

Investments

At June 30, 2021, the Sheriff had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years) Less Than 1</u>
Louisiana Asset Management Pool (LAMP)	\$ 5,256,483	\$ 5,256,483
Totals	<u>\$ 5,256,483</u>	<u>\$ 5,256,483</u>

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA – R.S. 33:2955.

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk interest rate risk, and foreign currency risk for all public entity investments.

LAMP is an investment pool that, to the extent practical, invest in a manner consistent with GASB Statement No. 79. The following facts are relevant for investment pools:

- Credit risk: LAMP is rated AAAM by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool.
- Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.

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- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 53 days as of June 30, 2021.
- Foreign currency risk: Not applicable in a 2a7 like pools.

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.

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

LAMP issues financial reports which can be obtained by writing: LAMP, Inc., 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130 or on its website at www.lamppool.com.

5. RECEIVABLES

The receivables at June 30, 2021, consisted of the following:

Class of Receivable	General Fund	Total
Intergovernmental :		
State	\$ 6,273	6,273
Local	679,295	679,295
Other	21,070	21,070
Allowance for uncollectibles	-	-
Total	\$ 706,638	706,638

JEFFERSON DAVIS PARISH SHERIFF
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6. CAPITAL ASSETS

A summary of changes in capital assets is a follows:

	Balance Beginning	Reclasses/ Adjustments	Additions	Dispositions	Balance Ending
Capital assets not being depreciated:					
Land	\$ 69,265	-	\$ -	-	\$ 69,265
Construction in Progress	-	-	-	-	-
Total capital assets not being depreciated	69,265	-	-	-	69,265
Capital assets being depreciated:					
Buildings and improvements	1,389,725	-	-	-	1,389,725
Furniture and equipment	3,241,275	-	118,931	(4,700)	3,355,506
Vehicles	1,888,229	-	196,293	(241,209)	1,843,313
Software	289,666	-	-	-	289,666
Total capital assets being depreciated	6,808,895	-	315,224	(245,909)	6,878,210
Less accumulated depreciation for:					
Buildings and improvements	140,854	-	44,080	-	184,934
Furniture and equipment	2,871,156	-	141,509	(4,700)	3,007,965
Vehicles	1,364,835	-	194,952	(241,209)	1,318,578
Software	248,872	-	13,172	-	262,044
Total accumulated depreciation	4,265,717	-	393,713	(245,909)	4,773,521
Total capital assets being depreciated, net	2,183,178	-	(78,489)	-	2,104,689
Capital assets, net	\$ 2,252,443	-	(78,489)	-	2,173,954

7. PENSION/ RETIREMENT

General Information about the Pension Plan

Plan Description

The Louisiana Sheriffs Pension and Relief Fund (LSPRF) is a cost-sharing multiple-employer defined benefit pension plan established in accordance with the provisions of Louisiana Revised Statute 11:2171 to provide retirement, disability and survivor benefits to employees of sheriff's offices throughout the State of Louisiana, employees of the Louisiana Sheriffs' Association and the Sheriff's Pension and Relief Fund's office.

Benefits Provided

The following is a description of the plan and its benefits and is provided for general informational purposes only. LSPRF provides normal retirement, disability benefits, survivor's benefits, deferred benefits, and back deferred retirement option plan (DROP) benefits. Participants should refer to the appropriate statutes for more complete information.

Retirement Benefits:

A. Normal Retirement

For members who become eligible for membership on or before December 31, 2011: Members with twelve years of creditable service may retire at age fifty-five; members with thirty years of service may retire regardless of age. The retirement allowance is equal to three and one-third percent of the member's

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average final compensation multiplied by his years of creditable service, not to exceed (after reduction for optional payment form) 100% of average final compensation. Active, contributing members with at least ten years of creditable service may retire at age sixty. The accrued normal retirement benefit is reduced actuarially for each month or fraction thereof that retirement begins prior to the member's earliest normal retirement date assuming continuous service.

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

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

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

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

B. Disability Benefits

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

C. Survivor Benefits

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

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the surviving spouse may receive a refund of the member's accumulated contributions. All benefits payable to surviving children shall be extended through age twenty- two, if the child is a full time student in good standing enrolled at a board approved or accredited school, college, or university.

D. Deferred Benefits

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

E. Back Deferred Retirement Option Plan (Back-DROP)

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

Cost of Living Adjustments

Cost of living provisions for the Fund allows the board of trustees to provide an annual cost of living increase of 2.5% of the eligible retiree's original benefit if certain funding criteria are met. Members are eligible to receive a cost of living adjustment once they have attained the age of sixty and have been retired at least one year. Funding criteria for granting cost of living adjustments is dependent on the funded ratio.

Contributions

According to state statute, contribution requirements for all employers are actuarially determined each year. For the year ending June 30, 2021, the actual employer contribution rate was 12.25% with an additional 0% allocated from the Funding Deposit Account. Employer contributions for the year ended June 30, 2021 were \$474,988.

In accordance with state statute, the Fund receives ad valorem taxes, insurance premium taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations. Non-employer contributions are recognized as revenue and excluded from pension expense for the year ended June 30, 2021. Non-employer contributions for the year ended June 30, 2021 were \$230,422.

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

At June 30, 2021, the Sheriff reported a liability of \$3,565,667 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2020 and the total pension liability used to

JEFFERSON DAVIS PARISH SHERIFF
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calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The Sheriff's proportion of the Net Pension Liability was based on the employer's projected contribution effort to the plan for the next fiscal year as compared to the total of all employers' projected contribution effort to the plan for the next fiscal year. At June 30, 2020 (the measurement date), the Sheriff's proportion was .515184%, which was a increase of .026372 from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the Sheriff recognized pension expense of \$933,757 plus/(less) employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions of \$60,725.

At June 30, 2021, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ -	\$ 416,754
Changes of assumptions	876,406	-
Net difference between projected and actual earnings on pension plan investments	857,877	-
Changes in proportion and difference between Employer contributions and proportionate share of contributions	166,822	75,549
Employer contribution subsequent to the measurement date	474,988	-
Total	\$ <u>2,376,093</u>	\$ <u>492,303</u>

\$474,988 reported as deferred outflows of resources related to the pension resulting from the Sheriff's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2022	\$	210,866
2023		395,231
2024		404,806
2025		355,069
2026		62,836
Thereafter		-

Deferred outflow/inflow resource amounts, except for net difference between projected and actual earnings on pension plan investments, are being recognized in employer's pension expense/(benefit) using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions through the pension plan. Deferred amounts related to net difference between projected and actual earnings on pension plan investments is being recognized in pension expense/(benefit) using the straight-line method amortization method over a closed five-year period.

JEFFERSON DAVIS PARISH SHERIFF
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A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2021 are as follows:

Valuation Date	June 30, 2020
Actuarial cost method	Individual Entry Age Normal Method
Actuarial assumptions:	
Investment rate of return	7.00% net of pension plan investment expense, including inflation
Discount Rate	7.00%
Projected salary increases	5.00% (2.50% Inflation, 2.50% Merit)
Mortality Rates	<p>RP-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 120% for males and 115% for females for active members, each with full generational projection using the appropriate MP2019 scale.</p> <p>RP-2010 Public Retirement Plans Mortality Table for Safety Below-Median Healthy Retirees multiplied by 120% for males and 115% for females for annuitants and beneficiaries, each with full generational projection using the appropriate MP2019 scale.</p> <p>RP-2010 Public Retirement Plans Mortality Table for Safety Disabled Retirees multiplied by 120% for males and 115% for females for disabled annuitants, each with full generational projection using the appropriate MP2019 scale.</p>
Expected Remaining Service Lives	2020 6 years; 2019 6 years; 2018 6 years; 2017 -7 years; 2016 -7 years; 2015-6 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 increase not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

The mortality rate assumptions were set after reviewing an experience study performed over the period July 1, 2014 through June 30, 2019. 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 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.

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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 based on the Fund’s target asset allocation as of June 30, 2020 were as follows:

Asset Class	Target Asset Allocation		Expected Rate of Return		Long-term Expected Portfolio Real Rate of Return	
			Real Return Arithmetic Basis			
Equity Securities	62	%	6.8	%	4.2	%
Fixed Income	23		2.4		0.6	
Alternative Investments	15		4.7		0.7	
Totals	100	%			5.5	%
Inflation					2.4	
Expected Arithmetic Nominal Return					7.9	%

The discount rate used to measure the total pension liability was 7.00% for the measurement period ending June 30, 2020. In the prior period this rate 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 Fund’s actuary. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Sheriff’s net pension liability calculated using the discount rate of 7.00%, as well as what the employers’ net pension 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 rate as of June 30, 2020:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Net Pension Liability (Asset)	\$ 6,476,490	\$ 3,565,667	\$ 1,138,183

Pension Plan Fiduciary Net Position

The Sheriffs’ Pension and Relief Fund has issued a stand-alone audit report on their financial statements for the year ended June 30, 2020. Access to the report can be found on the Louisiana Legislative Auditor’s website, www.la.la.gov. The plan’s basis of accounting is accrual basis. The plan’s fiduciary net position was also determined using the accrual basis of accounting.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

Payables to the Pension Plan

As of June 30, 2021, the Sheriff owed \$96,114 in legally required contributions to LSPRF.

8. LONG-TERM OBLIGATIONS

Summary of the long-term liability transactions during the year:

	Balance Beginning	Additions	Reductions	Balance Ending	Due Within One Year
Other Obligations:					
Compensated absences	\$ 278,235	125,291	122,361	281,165	99,692
Net pension liability	5,420,873	699,588	-	6,120,461	-
Other post-employment benefits	2,312,193	1,253,474	-	3,565,667	-
Total long-term liabilities	\$ 8,011,301	2,078,353	122,361	9,967,293	99,692

9. RESTRICTED FUND BALANCE

A portion of the fund balance of the General Fund, \$98,682 has been restricted for specific use. A portion of the restricted fund balance, \$79,046 has been restricted for drug law enforcement. This balance represents seizures from criminal activities. Louisiana Revised Statute 40:2616.B(3.a) requires such proceeds to be used in drug law enforcement. The other portion of the restricted fund balance of the General Fund, \$19,636 has been restricted for sex offender registration and compliance. The Code of Criminal Procedure 895.1(F) provides funding that is to be used to improve the overall effectiveness and efficiency of the sex offender and child predator registration process.

10. CONTINGENCIES

Litigation. The Sheriff is involved in various lawsuits and pending claims. Management believes the ultimate resolution of these suits would not create a material liability to the Sheriff in excess of existing insurance coverage. Accordingly, no provision for losses, exceeding available insurance coverage, has been recorded in the accompanying financial statements.

Grant Disallowances. The Sheriff participates in a number of state and federal financial assistance programs. These programs are subject to further financial and compliance audits by grantor agencies. The amount, if any, of expenditures which may be disallowed by granting agencies cannot be determined at this time. Based on prior experience the Sheriff feels such amounts, if any, to be immaterial to the financial statements.

11. EXPENDITURES OF THE SHERIFF'S OFFICE PAID BY THE PARISH POLICE JURY

Certain operating expenditures of the Sheriff's office are paid by the parish police jury, as required under Louisiana law, and are not included in the accompanying financial statements. Specifically the police jury maintains and operates the parish courthouse in which the Sheriff's office is located and occasionally provides funds for equipment and furniture of the Sheriff's office. The total amount of these expenditures were not available for disclosure.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

12. ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES

Retirement plan payments in the amount of \$122,355 were made by the Sheriff, acting in his capacity as Ex-Officio Tax Collector, to the Louisiana Sheriff's Pension and Relief Retirement System of the State of Louisiana on behalf of the Sheriff's Office. These remittances represent a portion of the ad valorem taxes and state revenue sharing collections which are statutorily set aside for payment to the Louisiana Sheriff's Pension and Relief Retirement System on behalf of the Sheriff. These on-behalf payments have been recorded in the accompanying financial statements as revenues and expenditures in the General Fund.

13. TAXES PAID UNDER PROTEST

The unsettled balances due to taxing bodies and others in the agency funds at June 30, 2021, includes \$0 of taxes paid under protest, plus interest earned to date on the investment of these funds, totaling \$8. These funds, totaling \$8, are held pending resolution of the protest and are accounted for in the Tax Collector Agency Fund.

14. RISK MANAGEMENT

The Sheriff is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Effective September 1, 1998, the Sheriff's Office became a participant in the Louisiana Sheriff's Law Enforcement Program (LSLEP), a public entity risk pool currently operating as a common risk management and insurance program for approximately 45 Louisiana Sheriffs. The Sheriff pays an annual premium to the LSLEP for its law enforcement professional liability insurance coverage. The Sheriff is allowed to select the level of coverage during the process of annual enrollment. The risk retained by LSLEP is managed with the intent to be self-sustaining through participant member premiums. Varying levels of excess coverage, if requested by the Sheriff during the enrollment period, are reinsured through commercial insurance companies. As of June 30, 2021, the Sheriff is covered for individual claims and up to \$2,900,000 with an annual aggregate cap of \$2,900,000. The Sheriff has retained the risk in excess of this limit. The Sheriff estimates claims, for risk retained, based on the requirements of GASB Statement 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. As of June 30, 2021, the Sheriff has no carrying amount recorded in the financial statements of liabilities for unpaid claims and there are no outstanding amounts of claims liabilities for which annuity contracts have been purchased. No payments for claims were made during fiscal year ending June 30, 2021.

The Sheriff also participates in the Louisiana Sheriff's Association Group Benefits Plan (LSAGP) which provides employee health and life insurance benefits. Neither the LSAGP nor the Sheriff assumes any liability for charges not meeting the Plan's definitions of covered expenses. Health insurance claims are administered by a major health insurance company while the life insurance is underwritten with a commercial life insurance company.

The Sheriff continues to carry commercial insurance for risk of loss concerning auto liability and collision. Risk of loss for Courthouse and Jail building contents and equipment is covered principally by the Police Jury through a commercial insurance company. The Sheriff carries property insurance for risk of loss for its administration building. The Sheriff does not maintain insurance coverage for risk of loss related to a building owned separately in the name of the Law Enforcement District which is used to house the Criminal Investigative Division. Under Louisiana Revised Statutes 23:1034, the Sheriff is exempt from workers compensation coverage and any risk of loss with respect to himself and commissioned deputies. Settled claims resulting from the aforementioned risks have not exceeded commercial insurance coverage in any of the past three years.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

15. POST-EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

General Information about the OPEB Plan

Plan description – The Jefferson Davis Parish Sheriff’s Office (the Sheriff) provides certain continuing health care and life insurance benefits for its retired employees. The Jefferson Davis Parish Sheriff’s OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the Sheriff. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the Sheriff. No assets are accumulated in a trust that meets the criteria in 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 through comprehensive plans and are made available to employees upon actual retirement. Employees retirement eligibility (D.R.O.P. entry) provisions are as follows: attainment of 30 years of service at any age, or age 55 and 12 years of service if earlier; or, for employees hired after January 1st, 2012, the earliest of age 55 and 30 years of service, age 60 and 20 years of service, and age 62 with 12 years of service. Notwithstanding this there is a minimum service requirement of 15 years for benefits, and dental benefits are only payable for retirement after July 1, 2018.

Life insurance coverage is provided to retirees and 100% of the blended rate (active and retired) is paid by the employer for the amount \$10,000. The amount of insurance coverage while active is continued after retirement, but insurance coverage amounts are reduced to 75% of the original amount at age 65 and to 50% of the original amount at age 70.

Employees covered by benefit terms – At June 30, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	11
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>95</u>
	<u>106</u>

Total OPEB Liability

The Sheriff’s total OPEB liability of \$6,210,461 was measured as of June 30, 2021 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs – The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.0%
Salary increases	3.0%, including inflation
Prior Discount rate	2.21%
Discount rate	2.16%
Healthcare cost trend rates	5.5% annually until year 2030, then 4.5%
Mortality	SOA RP-2014 Table

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

The discount rate was based on the average of the Bond Buyers' 20 Year General Obligation municipal bond index as of June 30, 2018, the end of the applicable measurement period.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2009 to June 30, 2021.

Changes in the Total OPEB Liability

Balance at June 30, 2020	\$ 5,420,873
Changes for the year:	
Service cost	274,343
Interest	122,833
Differences between expected and actual experience	450,602
Changes in assumptions	50,106
Benefit payments and net transfers	(108,296)
Net changes	<u>789,588</u>
Balance at June 30, 2021	<u>\$ 6,210,461</u>

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current discount rate:

	1.0% Decrease (1.16%)	Current Discount Rate (2.16%)	1.0% Increase (3.16%)
Total OPEB liability	<u>\$ 7,531,859</u>	<u>\$ 6,210,461</u>	<u>\$ 5,196,314</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the Sheriff, as well as what the Sheriff's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	<u>\$ 5,331,860</u>	<u>\$ 6,210,461</u>	<u>\$ 7,346,398</u>

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

For the year ended June 30, 2021, the Sheriff recognized OPEB expense of \$556,824. At June 30, 2021, the Sheriff reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 650,295	\$ (341,417)
Changes in assumptions	1,149,599	-
Total	<u>\$ 1,799,894</u>	<u>\$ (341,417)</u>

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

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

Years ending June 30:	
2022	159,648
2023	159,648
2024	159,648
2025	159,648
2026	159,648
Thereafter	660,235

16. TAXES COLLECTED ON BEHALF OF OTHERS

Ad Valorem Taxes Collected

The amount of cash on hand at year-end was \$137,432, of which \$8 was held under protest (\$0 on taxes, and \$8 in interest earnings). The amount of taxes collected for the current year by taxing authority was:

	Unprotected Taxes Collected	Protested Taxes Collected	Total Collected
Jefferson Davis Parish Government	\$ 3,606,322	-	3,606,322
Jefferson Davis Parish Library	1,420,334	-	1,420,334
Jefferson Davis Parish Mosquito Abatement	1,926,892	-	1,926,892
Jefferson Davis Parish Law Enforcement	3,016,980	-	3,016,980
Jefferson Davis Parish Assessor	623,258	-	623,258
Jefferson Davis Parish School Board	9,153,951	-	9,153,951
Jefferson Davis Parish Water and Sewer	487,228	-	487,228
Jefferson Davis Parish Fire Districts	2,225,643	-	2,225,643
Jefferson Davis Parish Drainage Districts	1,594,708	-	1,594,708
City of Jennings	1,385,878	-	1,385,878
Town of Lake Arthur	260,854	-	260,854
Town of Welsh	116,815	-	116,815
Village of Fenton	10,244	-	10,244
Town of Elton	28,796	-	28,796
Department of Agriculture and Forestry	4,609	-	4,609
Louisiana Tax Commission	37,277	-	37,277
	<u>\$ 25,899,789</u>	<u>-</u>	<u>25,899,789</u>

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

The amount of taxes assessed and uncollected, and the reason for the failure to do so is as follows:

	Supplemental Homestead Exemptions	LTC Reductions (Additions)	Adjudica- tions	No Property Found	Bank- ruptcy	Unpaid
Jefferson Davis Parish Government	-	12,942	301	-	-	52,639
Jefferson Davis Parish Library	-	5,931	180	-	-	17,750
Jefferson Davis Parish Mosquito Abatement	-	8,046	244	-	-	24,081
Jefferson Davis Parish Law Enforcement	-	12,597	383	-	-	37,703
Jefferson Davis Parish Tax Assessor	-	2,602	79	-	-	7,789
Jefferson Davis Parish School Board	-	39,513	1,246	-	-	110,281
Jefferson Davis Parish Water & Sewer	-	2,645	4	-	-	4,046
Jefferson Davis Parish Fire Districts	-	7,085	209	-	-	37,143
Jefferson Davis Parish Drainage Districts	-	5,542	114	-	-	22,089
City of Jennings	-	4,867	254	-	-	7,882
Town of Lake Arthur	-	851	73	-	-	1,837
Town of Welsh	-	515	-	-	-	341
Village of Fenton	-	30	-	-	-	-
Town of Elton	-	73	51	-	-	55
LA Dept of Ag and Forestry	-	-	-	-	-	-
Louisiana Tax Commission	-	-	-	-	-	-
	<u>\$</u>	<u>103,239</u>	<u>3,138</u>	<u>-</u>	<u>-</u>	<u>323,636</u>

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

Other Taxes Collected

Act 711 of the 2010 Louisiana Legislative Session amended LRS24:51(B) to provide required footnote disclosure in the financial statements for local governments that collect tax for other taxing jurisdictions. Listed below are current year State Revenue Sharing and parish license collections and distributions to parish governmental agencies during the fiscal year:

	State Revenue Sharing	Parish Licenses
Beginning balance due taxing authorities	\$ -	34,118
Additions:		
State revenue sharing	616,184	
Insurance licenses collections	-	149,146
Occupational licenses collections	-	109,143
Alcohol licenses collections	-	2,795
Interest, penalties, and other collections	-	19
Total additions	<u>616,184</u>	<u>261,103</u>
Reductions:		
Taxes distributed to others		
Jefferson Davis Parish Government	129,710	222,824
Jefferson Davis Parish Library	29,955	
Jefferson Davis Parish Tax Assessor	10,000	
Jefferson Davis Parish School Board	300,857	
Jefferson Davis Parish Fire Districts	2,055	
Jefferson Davis Parish Gravity Drainage	11,746	
City of Jennings	24,220	
Town of Welsh	9,288	
Village of Fenton	2,892	
Town of Elton	4,554	
Town of Lake Arthur	8,256	
Pension Funds	15,271	
Jefferson Davis Parish Sheriff's Office General Fund	67,380	39,166
Total reductions	<u>616,184</u>	<u>261,990</u>
Ending balance due taxing authorities	\$ <u>-</u>	<u>33,231</u>

The ending balance due taxing authorities represents unpaid amounts pending distribution for subsequent month.

17. SUBSEQUENT EVENTS

The Sheriff has evaluated subsequent events through the date that the financial statements were available to be issued December 22, 2021, and determined that other than as described below, no events occurred that would require additional disclosure.

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a global pandemic, which continues to spread throughout the United States. The COVID-19 pandemic has negatively impacted the global economy and created significant volatility and disruption of financial markets. The extent of the impact of the COVID-19 pandemic on the Sheriff's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and the impact on the Sheriff's, vendors and employees, all of which are uncertain and cannot be predicted. The ultimate extent to which the COVID-19 pandemic may directly or indirectly impact the Sheriff's financial condition or results of operations cannot be reasonably estimated at this time.

JEFFERSON DAVIS PARISH SHERIFF
Notes to the Financial Statements
As of and for the Year Ended June 30, 2021

18. OPERATING LEASES

The Sheriff leases office equipment such as a postage machine and various copies under noncancelable leases. Although all office equipment operating leases contain fiscal funding (cancellation) clauses, the likelihood of that clause being invoke is considered remote. Therefore, the future minimum lease payments for these leases are as follows:

<u>Year Ending June 30,</u>	<u>Total</u>
2022	13,634
2023	12,383
2024	4,860
2025	356
2026	-
Thereafter	-

18. RELATED PARTY TRANSACTIONS

During fiscal year ending in June 30, 2021 the Jefferson Davis Police Jury paid the Sheriff's Office the following for services provided:

<u>Service Provided</u>	<u>Amount</u>
911 Dispatch Services	\$ 300,542
Jail and Correction Services	681,843
Prisoner Transport	12,445
Court Attendance	7,510

REQUIRED SUPPLEMENTAL INFORMATION

**JEFFERSON DAVIS PARISH SHERIFF
GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2021**

Schedule 1A

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property taxes	\$ 2,700,000	\$ 2,900,000	\$ 3,038,930	\$ 138,930
Sales taxes	2,300,000	2,600,000	3,140,863	540,863
Parish contribution to retirement fund	-	-	122,355	122,355
Intergovernmental revenues:				
Federal sources:				
Federal grants	-	-	1,917,057	1,917,057
State sources:				
State grants	-	1,880,627	50,694	(1,829,933)
State supplemental pay	320,000	320,000	342,229	22,229
State revenue sharing	-	-	67,380	67,380
Other	158,000	182,354	92,212	(90,142)
Local sources:				
District attorney - LACE	-	-	1,417	1,417
Parish - 911 District	274,000	275,000	300,542	25,542
Parish - Corrections/Jail salary	580,000	610,000	681,843	71,843
Fees, charges, and commissions for services:				
Commissions on licenses, taxes, etc.	95,000	130,000	143,517	13,517
Civil and criminal fees	140,000	105,000	141,744	36,744
Court attendance	7,500	6,000	7,510	1,510
Transporting prisoners	12,000	6,000	12,902	6,902
Feeding and keeping prisoners	90,000	73,000	84,375	11,375
Commissary commissions	45,000	40,000	53,882	13,882
Commissions on fines and other forfeitures	50,000	30,000	46,837	16,837
Security detail services	15,000	175,000	177,915	2,915
Other	113,200	116,200	106,923	(9,277)
Fines and Forfeitures:				
Drug related fines and forfeitures	1,500	-	-	-
Bond, fines and other forfeitures	5,000	2,600	4,694	2,094
Use of money and property:				
Interest	100,000	25,000	32,944	7,944
Commissions on phones	50,000	45,000	62,519	17,519
Miscellaneous	40,000	30,000	31,790	1,790
Total Revenues	<u>7,096,200</u>	<u>9,551,781</u>	<u>10,663,074</u>	<u>1,111,293</u>
EXPENDITURES				
Current:				
Public safety:				
Personal services and related benefits	6,739,000	6,869,000	6,193,123	675,877
Operating services	762,500	879,500	738,014	141,486
Materials and supplies	546,000	502,000	351,101	150,899
Other	70,000	60,000	38,868	21,132
Intergovernmental:				
Election expense	-	-	26,127	(26,127)
Retirement deducted from tax collections	45,000	47,000	46,481	519
Capital outlay	450,000	320,000	315,224	4,776
Total Expenditures	<u>8,612,500</u>	<u>8,677,500</u>	<u>7,708,938</u>	<u>968,562</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(1,516,300)</u>	<u>874,281</u>	<u>2,954,136</u>	<u>2,079,855</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from sales of fixed assets	-	-	54,458	54,458
Compensation for loss or damage of assets	-	6,640	6,641	1
Total Other Financing Sources (uses)	<u>-</u>	<u>6,640</u>	<u>61,099</u>	<u>54,459</u>
NET CHANGE IN FUND BALANCE	(1,516,300)	880,921	3,015,235	2,134,314
FUND BALANCES BEGINNING OF YEAR	<u>5,638,405</u>	<u>5,638,405</u>	<u>7,276,645</u>	<u>1,638,240</u>
FUND BALANCES END OF YEAR	<u>\$ 4,122,105</u>	<u>\$ 6,519,326</u>	<u>\$ 10,291,880</u>	<u>\$ 3,772,554</u>

The accompanying notes are an integral part of this statement.

JEFFERSON DAVIS PARISH SHERIFF
Notes to Budgetary Comparison Schedule
For the Year Ended June 30, 2021

A. BUDGETARY PRACTICES

General Budget Practices The Sheriff follows the following procedures in establishing budgetary data reported in the accompanying budgetary comparison schedule:

Pursuant to the Louisiana Government Budget Act (LSA-RS 39:1301-1314), the Sheriff is required to adopt an annual budget no later than fifteen days prior to the beginning of each fiscal year.

Each year prior to June 15th, the Director of Finance and the Sheriff develop a proposed annual budget for the general fund and all special revenue funds. The operating budget includes proposed expenditures and the means of financing them. The proposed budget is advertised as available for public inspection at least 10 days prior to final adoption simultaneously with a notice of the date of public hearing. The public hearing is conducted during a finance committee meeting in order to obtain public input. The budget is subsequently adopted by the Sheriff through a formal budget resolution.

General fund appropriations (unexpended budget balances) lapse at end of fiscal year.

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the object level. Budget amounts included in the accompanying financial statements include the original budget and all subsequent amendments. All budget revisions are approved by the Sheriff.

Budget Basis of Accounting All governmental funds budgets are prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Legally, the Sheriff cannot budget total expenditures and other financing uses which would exceed total budgeted revenues and other financing sources including beginning fund balance. State statutes require the Sheriff to amend the budgets to prevent overall projected revenues, expenditures, or beginning fund balance from causing an adverse budget variance of five percent or more in an individual fund. The Sheriff approves budgets at the object level and management is allowed to transfer amounts between line items within an object.

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL MAJOR FUNDS

The following budgeted major funds had actual expenditures over budgeted expenditures for the fiscal year:

<u>Major Fund</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
None	\$ -	\$ -	\$ -

Reason for unfavorable variance: Not applicable.

**JEFFERSON DAVIS PARISH SHERIFF
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN OPEB LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30,**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability:				
Service cost	\$ 274,343	243,164	149,839	154,449
Interest	122,833	153,074	137,963	132,767
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	450,602	(426,772)	257,342	33,301
Changes of assumptions	50,106	1,302,102	73,386	-
Benefit payments	(108,296)	(102,650)	(102,795)	(97,436)
Net change in total OPEB liability	<u>789,588</u>	<u>1,168,918</u>	<u>515,735</u>	<u>223,081</u>
Total OPEB liability- beginning	<u>5,420,873</u>	<u>4,251,955</u>	<u>3,736,220</u>	<u>3,513,139</u>
Total OPEB liability- ending	<u>\$ 6,210,461</u>	<u>5,420,873</u>	<u>4,251,955</u>	<u>3,736,220</u>
Covered-employee payroll	\$ 3,276,938	3,181,493	2,919,913	2,834,867
Net OPEB liability as a percentage of covered-employee payroll	189.52%	170.39%	145.62%	131.80%

Notes to Schedule:

Benefit Changes	None	None	None	None
Discount Rate	2.16%	2.21%	3.50%	3.62%
Mortality	RP-2014	RP-2014	RP-2000	RP-2000
Trend	Variable	Variable	5.5%	5.5%

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

**JEFERSON DAVIS PARISH SHERIFF
 REQUIRED SUPPLEMENTARY INFORMATION
 ADDITIONAL PENSION/ RETIREMENT INFORMATION
 Schedule of Employer's Proportionate Share of Net Pension Liability
 For the Year Ended June 30,**

Louisiana Sheriffs' Pension and Relief Fund:

Measurement Date Year Ending June 30th	Employer's proportion of net pension liability (asset)	Employer's 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
2020	0.515184%	3,565,667	3,804,245	93.73%	84.73%
2019	0.488812%	2,312,193	3,415,738	67.69%	88.91%
2018	0.476548%	1,827,394	3,279,948	55.71%	90.41%
2017	0.494208%	2,140,056	3,369,310	63.52%	88.49%
2016	0.510874%	3,242,464	3,490,463	92.89%	82.10%
2015	0.480554%	2,142,078	3,186,147	67.23%	86.61%
2014	0.443431%	1,755,989	2,969,653	59.13%	87.34%

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

**JEFFERSON DAVIS PARISH SHERIFF
REQUIRED SUPPLEMENTARY INFORMATION
ADDITIONAL PENSION/ RETIREMENT INFORMATION
Schedule of Employer Contributions
For the Year Ended June 30,**

Louisiana Sheriffs' Pension and Relief Fund:

Financial Statement Year Ending Date	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
2021	\$ 474,988	\$ 474,988	\$ -	\$ 3,877,436	12.25%
2020	\$ 466,022	\$ 466,022	\$ -	\$ 3,804,245	12.25%
2019	\$ 418,429	\$ 418,429	\$ -	\$ 3,415,738	12.25%
2018	\$ 418,193	\$ 418,193	\$ -	\$ 3,279,948	12.75%
2017	\$ 446,434	\$ 446,434	\$ -	\$ 3,369,310	13.25%
2016	\$ 479,740	\$ 479,740	\$ -	\$ 3,490,463	13.75%
2015	\$ 454,026	\$ 454,026	\$ -	\$ 3,186,147	14.25%

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

**JEFFERSON DAVIS PARISH SHERIFF
REQUIRED SUPPLEMENTARY INFORMATION
ADDITIONAL PENSION/ RETIREMENT INFORMATION
Notes to Required Supplementary Information
For the Year Ended June 30, 2021**

Louisiana Sheriffs' Pension and Relief Fund:

Changes of Benefit Terms. None.

Changes of Assumptions. The Discount Rate changed from 7.10% to 7.00% for the year ended June 30, 2020, the measurement period. The investment rate of return changed from 7.10% to 7.00%

OTHER SUPPLEMENTAL INFORMATION

**JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana**

COMBINING FINANCIAL STATEMENTS

FIDUCIARY FUNDS-CUSTODIAL FUNDS

TAX COLLECTOR FUND

Article V, Section 27 of the Louisiana Constitution of 1974 provides that the Sheriff will serve as the collector of state and parish taxes, licenses and fees. The Tax Collector Fund is used to collect and distribute these taxes, licenses and fees to the appropriate taxing bodies.

SHERIFF'S FUND:

CIVIL FUND

The Civil Fund accounts for funds held in civil suits, Sheriff's sales, and garnishments and payments of these collections to the recipients in accordance with applicable law.

CLEARING FUND

The Clearing Fund accounts for miscellaneous funds collecting pending distribution to various interested parties.

BONDS AND FINES FUND

The Bonds and Fines Fund accounts are for the collection of bonds, fines, costs and payments of these collections to the Sheriff's General Fund and other recipients in accordance with applicable law.

OTHER CUSTODIAL FUNDS:

INMATE FUND

The Inmate Fund accounts for individual prisoner account balances. Funds are deposited in the name of the prisoner and are payable upon request. Balances in the individual prisoner accounts are returned upon completion of their jail sentences.

PRISONER WORK RELEASE FUND

The Prisoner Work Release Fund accounts for the collection of inmate wages and the disbursement of those collections in accordance with R.S. 15:711 to 15:711.1.

EVIDENCE ROOM FUND

The Evidence Room Fund accounts for the collection of cash confiscated during arrests that is being held as evidence in a trial.

**JEFFERSON DAVIS PARISH SHERIFF
FIDUCIARY FUNDS
Custodial Funds Combining Statement of Fiduciary Net Position
June 30, 2021**

Schedule 2

	Tax Collector Fund			Sheriff's Fund				Prisoner Work Release	Evidence Room	Total
	Ad Valorem	State	Parish	Civil	Clearing	Bonds	Inmate			
		Revenue	Licenses			and				
		Sharing			Fines					
ASSETS										
Cash	\$ 137,432	-	33,231	100	1,959	165,775	20,354	-	43,697	402,548
Due from other funds	-	-	-	-	109	-	-	-	-	109
TOTAL ASSETS	<u>\$ 137,432</u>	<u>-</u>	<u>33,231</u>	<u>100</u>	<u>2,068</u>	<u>165,775</u>	<u>20,354</u>	<u>-</u>	<u>43,697</u>	<u>402,657</u>
LIABILITIES										
Due to other funds	\$ -	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION										
Unsettled balances due to others	137,424	-	33,231	100	2,068	165,775	-	-	-	338,598
Protest Taxes	8	-	-	-	-	-	-	-	-	8
Inmate personal funds	-	-	-	-	-	-	20,354	-	-	20,354
Seizures held in evidences	-	-	-	-	-	-	-	-	43,697	43,697
TOTAL NET POSITION	<u>137,432</u>	<u>-</u>	<u>33,231</u>	<u>100</u>	<u>2,068</u>	<u>165,775</u>	<u>20,354</u>	<u>-</u>	<u>43,697</u>	<u>402,657</u>

The accompanying notes are an integral part of this statement

**JEFFERSON DAVIS PARISH SHERIFF
FIDUCIARY FUNDS
Custodial Funds - Combining Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2021**

Schedule 3

	Tax Collector Fund			Sheriff's Fund			Prisoner Work Release	Evidence Room	Total
	Ad Valorem	State Revenue Sharing	Parish Licenses	Civil	Clearing	Bonds and Fines			
ADDITIONS									
Sheriff's sales, suits, and seizures	\$ -	-	-	541,523	-	-	-	-	541,523
Fines	-	-	-	-	-	588,900	-	-	588,900
Cash bonds	-	-	-	-	-	48,700	-	-	48,700
Bond fees	-	-	-	-	-	90,209	-	-	90,209
Interest	-	-	-	-	-	80	-	-	80
Garnishments	-	-	-	188,792	-	-	-	-	188,792
Other deposits	-	-	-	47,536	1,598,483	109	165,154	-	1,863,059
Taxes, fees, etc., paid to tax collector	26,400,649	616,184	261,103	-	-	-	-	-	27,277,936
Total additions	26,400,649	616,184	261,103	777,851	1,598,483	727,998	165,154	-	30,599,199
DEDUCTIONS									
State of Louisiana	41,381	-	-	-	-	-	-	-	41,381
Pension funds	688,725	15,271	-	-	-	-	-	-	703,996
Sheriff's general fund	3,044,686	67,380	39,166	11,969	-	86,268	-	-	3,249,469
Police jury and districts	10,865,818	173,466	222,824	-	-	233,165	-	-	11,495,273
School board	8,827,100	300,857	-	-	-	-	-	-	9,127,957
Assessor	620,776	10,000	-	-	-	-	-	-	630,776
Municipalities	1,809,447	49,210	-	-	-	-	-	-	1,858,657
District attorney	-	-	-	-	-	97,399	-	-	97,399
District court expense funds	-	-	-	-	-	11,410	-	-	11,410
Clerk of court	-	-	-	24,510	-	52,236	-	-	76,846
Indigent defender board	-	-	-	-	-	131,458	-	-	131,458
Attorneys, appraisers, litigants, etc.	-	-	-	749,329	-	-	-	-	749,329
Coroner	-	-	-	-	-	12,274	-	-	12,274
Other settlements	403,647	-	-	-	1,597,618	140,822	161,727	-	2,345,601
Protested taxes & interest distributed to taxing bodies & others	110,394	-	-	-	-	-	-	-	110,394
Total deductions	26,411,974	616,184	261,990	785,908	1,597,618	765,032	161,727	-	30,642,220
Change in Fiduciary Net Position	(11,325)	-	(887)	(8,057)	865	(37,034)	3,427	-	(43,021)
Net Position - Beginning	-	-	-	-	-	-	-	-	-
Prior Period Adjustment - Adoption of GASB 84	148,757	-	34,118	8,157	1,203	202,809	16,927	-	445,678
Net Position - Beginning, restated	148,757	-	34,118	8,157	1,203	202,809	16,927	-	445,678
Net Position - Ending	\$ 137,432	-	33,231	100	2,068	165,775	20,354	-	402,657

The accompanying notes are an integral part of this statement

JEFFERSON DAVIS PARISH SHERIFF

**Schedule of Compensation, Benefits and Other Payments to Agency Head
or Chief Executive Officer
For the Year Ended June 30, 2021**

Schedule 4

Agency Head Name: Ivy J. Woods, Sheriff

Salary	\$	177,956
Benefits- health insurance		10,787
Benefits- retirement		21,799
Benefits- life insurance		764
Cell Phone		1,624
Dues		18,260
Travel		766
Registration fees		785
Other (gas)		2,168
	\$	<u>234,909</u>

JEFFERSON DAVIS PARISH SHERIFF
Governmental fund - General Fund
Justice System Funding Schedule - Collecting/Disbursing Entity as required by
Act 87 of the 2020 Regular Legislative Session
For the Year Ended June 30, 2021

Schedule 5

Identifying Information

Entity Name: Jefferson Davis Parish Sheriff
LLA Entity ID#: 3090
Date that reporting period ended: 6/30/21

	First Six Month Period Ended 12/31/20	Second Six Month Period Ended 6/30/21
Cash Presentation		
Beginning Balance of Amounts Collected	\$ 218,928	\$ 185,816
Add: Collections		
Civil Fees	59,676	176,562
Bond Fees	114,478	152,108
Asset Forfeiture/Sale	58,987	482,626
Criminal Court Costs/Fees	250,249	211,082
Interest Earnings on Collected Balances	63	17
Subtotal Collections	<u>483,453</u>	<u>1,022,395</u>
Less: Disbursements to Governments & Nonprofits		
Civil Fees-		
City of Jennings	-	235
Jefferson Davis Parish Clerk of Court	7,801	41,256
Jefferson Davis Parish School Board	-	399
Town of Elton	828	387
Bond Fees-		
Jefferson Davis Parish Clerk of Court	248	306
Jefferson Davis Parish District Attorney	9,858	9,755
Jefferson Davis Parish Police Jury	8,990	8,684
Southwest Louisiana Crime Lab	248	306
Thirty-first Judicial District Public Defender	9,238	8,990
Asset Forfeiture/Sale-		
Acadia Parish Sheriff's Office	53	30
Beauregard Parish Sheriff Office	90	-
Calcasieu Parish Sheriff's Office	134	233
East Baton Rouge Parish Sheriff Office	260	60
Jefferson Parish Sheriff Office	90	30
Lafayette Parish Sheriff's Office	37	-
Orleans Parish Sheriff Office	90	120
Ouachita Parish Sheriff Office	143	179
St Landry Parish Sheriff Office	53	-
Vermilion Parish Sheriff's Office	57	-
Criminal Court Costs/Fees-		
Jefferson Davis Parish Clerk of Court	23,649	28,033
Jefferson Davis Parish District Attorney	34,611	43,175
Jefferson Davis Parish Police Jury	103,200	124,565
Louisiana Commission on Law Enforcement	141	154

See accountant's report

JEFFERSON DAVIS PARISH SHERIFF
Governmental fund - General Fund
Justice System Funding Schedule - Collecting/Disbursing Entity as required by
Act 87 of the 2020 Regular Legislative Session
For the Year Ended June 30, 2021

Schedule 5

	First Six Month Period Ended <u>12/31/20</u>	Second Six Month Period Ended <u>6/30/21</u>
Louisiana Department of Health & Hospitals	2,607	3,439
Louisiana State Police	1,900	992
Louisiana State Treasurer	6,676	7,607
Louisiana Supreme Court	462	607
Southwest Louisiana Crime Lab	25,704	29,520
Thirty-first Judicial District Court	4,945	6,465
Thirty-first Judicial District Public Defender	48,951	64,279
Town of Welsh	380	-
 Less: Amounts Retained by Collecting Agency		
Civil Fees	30,915	35,084
Bond Fees	11,098	11,285
Asset Forfeiture/Sale	9,527	27,247
Criminal Court Costs/Fees	30,330	33,884
 Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Civil Fee Refunds	1,257	-
Other Disbursements to Individuals	96,043	593,020
Subtotal Disbursements/Retainage	<u>470,614</u>	<u>1,080,326</u>
Total: Ending Balance of Amounts Collected but not Disbursed/Retained	<u>\$ 231,767</u>	<u>\$ 127,885</u>
 Other Information:		
Ending Balance of Total Amounts Assessed but not yet Collected	\$ -	\$ -

**OTHER REPORTS REQUIRED BY
GOVERNMENTAL AUDITING STANDARDS**

JEFFERSON DAVIS PARISH SHERIFF
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2021

Schedule 4

Federal Grantor/ Pass-through Grantor/ Program or Cluster Title	Federal CFDA / Assistance Listing Number	Pass-through Entity Identifying Number	Federal Expenditures
U.S. Department of Homeland Security :			
Passed through Louisiana State Police/Governors Office of Homeland Security & Emergency Preparedness:			
Disaster Grants - Public Assistance	97.036	FEMA-DR-4559-LA FEMA-DR-4570-LA	\$ 102,220 21,786
Total Disaster Grants - Public Assistance			<u>124,006</u>
Emergency Management Performance Grants	97.042	EMT-2019-EP-00006-S01 EMT-2020-EP-00001-S01	7,589 19,714
Total Emergency Management Performance Grants			<u>27,303</u>
Homeland Security Grant Program	97.067	EMW-2018-SS-00016-S01 EMW-2019-SS-00014-S01	2,937 35,427
Total Homeland Security Grant Program			<u>38,364</u>
Total U.S. Department of Homeland Security			<u>189,673</u>
U.S. Department of Treasury :			
Passed through Louisiana Division of Administration:			
COVID-19 Coronavirus Relief Fund (3/1/2020-6/30/2020)	21.019	COVID-19	942,692
COVID-19 Coronavirus Relief Fund (7/1/2020-9/30/2020)	21.019	COVID-19	784,691
Total U.S. Department of Treasury			<u>1,727,383</u>
Total Expenditures of Federal Awards			<u>\$ 1,917,056</u>

See accompanying notes to schedule of expenditures of federal awards.

**JEFFERSON DAVIS PARISH SHERIFF
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Jefferson Davis Parish Sheriff under programs of the federal government for the year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. code of Federal Regulation Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. All information is presented for the same fiscal year ending as the accompanying financial statements. Since some of the grants cover periods greater than twelve months, the amounts contained in the accompanying schedule of expenditures of federal awards may differ from the financial status reports filed with the grantor agency.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures presented on the schedule of expenditures of federal awards are reported on the modified accrual basis of accounting, the same basis as the accompanying basic financial statements are presented. Such expenditures are recognized following the cost principles contained in Title 2 U.S. code of Federal Regulation Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. INDIRECT COST RATE

The Jefferson Davis Parish Sheriff has elected not to use the 10% de minimis cost indirect cost rate allowed under the Uniform Guidance.

4. SUBRECIPIENTS

The Jefferson Davis Parish Sheriff, acting as parish sponsor and Office of Emergency Preparedness director for various parish entities, provided federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided
None		\$ -
Total		\$ -

5. CORONAVIRUS RELIEF FUND

The Jefferson Davis Parish Sheriff has incurred program costs for the Coronavirus Relief Fund (CFDA 21.019). The accompanying SEFA for the year ended June 30, 2021, includes \$942,692 in expenditures for the time period 3/1/2020 to 6/30/2020 and \$784,691 for the time period 7/1/2020 to 9/30/2020. These funds were obligated by the U.S. Department of Treasury during the fiscal year ended June 30, 2021.

Mike B. Gillespie
Certified Public Accountant
A Professional Accounting Corporation

Mike B. Gillespie, CPA, CGMA

Eric C. Gillespie, CPA

414 East Nezpique Street
P.O. Box 1347
Jennings, LA 70546
Telephone: (337) 824-7773
Fax: (337) 824-7774

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

Honorable Ivy J. Woods
Jefferson Davis Parish Sheriff
Jennings, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the major fund, and aggregate fund information of the Jefferson Davis Parish Sheriff (Sheriff), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Sheriff's basic financial statements, and have issued our report thereon dated December 22, 2021.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Sheriff's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an

objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2021-01.

Purpose of this Report

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

Mike B. Gillespie, CPA, APAC

Certified Public Accountant
Jennings, Louisiana
December 22, 2021

Mike B. Gillespie
Certified Public Accountant
A Professional Accounting Corporation

Mike B. Gillespie, CPA, CGMA

Eric C. Gillespie, CPA

414 East Nezpique Street
P.O. Box 1347
Jennings, LA 70546
Telephone: (337) 824-7773
Fax: (337) 824-7774

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Ivy J. Woods
Jefferson Davis Parish Sheriff
Jennings, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the Jefferson Davis Parish Sheriff's Office (Sheriff) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Sheriff's major federal programs for the year ended June 30, 2021. The Sheriff's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Sheriff's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Sheriff's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Sheriff's compliance.

Opinion on Each Major Federal Program

In our opinion the Sheriff complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the Sheriff is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Sheriff's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Sheriff's internal control over compliance.

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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Mike B. Gillespie, CPA, APAC

Certified Public Accountant
Jennings, Louisiana
December 22, 2021

JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

1. Type of report issued: unmodified opinion on the basic financial statements
2. Internal control over financial reporting:
 - Material weakness(es) identified? - No
 - Significant deficiencies identified that are not considered to be material weakness(es)? – No
3. Noncompliance material to financial statements noted? – No
4. Was a management letter issued? - No

Federal Awards

5. Internal control over major programs:
 - Material weakness(es) identified? – No
 - Significant deficiencies identified? – None reported
6. Type of auditor’s report issued on compliance for major programs: N/A
7. Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? – No
8. The programs tested as major programs included:

<u>CFDA No.</u>	<u>Cluster Title or Program Name</u>
21.019	COVID-19 Coronavirus Relief Fund

9. The dollar threshold used for distinguishing between Type A and B programs was: \$750,000
10. Did auditee qualify as a low-risk auditee? – No

JEFFERSON DAVIS PARISH SHERIFF
Jennings, Louisiana
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021

SECTION II – FINANCIAL STATEMENT AUDIT FINDINGS

2021-1 Collateral pledged to secure deposits

Criteria: L.R.S. 39.1225 states that the amount of the security shall at all times be equal to one hundred percent of the amount of collected funds on deposit to the credit of each depositing authority except that portion of the deposits insured by any governmental agency insuring bank deposits which is organized under the laws of the United States.

Condition: As of June 30, 2021, the Sheriff has deposits of \$2,528,877 that were unsecured at a local bank.

Cause of Condition: Monthly comparison of collateral to bank balances was not being performed by the finance department as required per the Sheriff's policy and procedure manual – Chapter; Financials, Purchasing and Disbursements, page 252, procedure IIC.

Potential Effect of Condition: Non-compliance with legal requirements for collateral pledged to secure deposits can possibly lead to the Sheriff's office losing deposits held over the FDIC insurance amount of \$250,000 if the bank were to go under.

Recommendation: The finance director should periodically monitor that all deposit amounts held at all banks are covered by pledged collateral throughout the year as stated in the Sheriff's policy manual.

Management's Response: The finance director immediately called the corresponding bank and requested additional collateral pledges to cover all deposit amounts held by the bank. The request was granted by the bank and the finance director plans to be more diligent throughout the year on making sure all deposit accounts are collateralized at each bank throughout the year.

SECTION III – MAJOR FEDERAL AWARD PROGRAMS AUDIT FINDINGS AND QUESTIONED COSTS

No findings reported.

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S STATUS OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 2021**

SECTION I – FINANACIAL STATEMENT FINDINGS

No findings reported.

SECTION II – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No findings reported.

SECTION III – MANAGEMENT LETTER FINDINGS

No findings reported.

* * * * *

THIS STATUS OF PRIOR YEAR FINDINGS HAS BEEN PREPARED BY MANAGEMENT

**JEFFERSON DAVIS PARISH SHERIFF
MANAGEMENT'S CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT
FINDINGS
For the Year Ended June 30, 2021**

SECTION I – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FINANCIAL STATEMENTS

2021-1 Collateral pledged to secure deposits

Condition: Non-compliance with legal requirements for collateral pledged to secure deposits during the period being audited.

Recommendation: The finance director should periodically monitor that all deposit amounts held at all banks are covered by pledged collateral throughout the year as stated in the Sheriff's policy manual.

Current Status: Finance Director has corrected the finding and going forward plans to be more diligent throughout the year on making sure all deposit accounts are collateralized at each bank throughout the year.

SECTION II – INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

No findings reported.

SECTION III – MANAGEMENT LETTER

No findings reported.

* * * * *

THIS CORRECTIVE ACTION PLAN HAS BEEN PREPARED BY MANAGEMENT

STATE OF LOUISIANA, PARISH OF Jefferson Davis

AFFIDAVIT

Ivy J. Woods (Sheriff's Name), Sheriff of Jefferson Davis (Parish)

BEFORE ME, the undersigned authority, personally came and appeared, Ivy J. Woods (Name), the sheriff of Jefferson Davis Parish, State of Louisiana, who after being duly sworn, deposed and said:

The following information is true and correct:

\$ 137,432 is the amount of cash on hand in the tax collector account on 06/30/2021 (Date);

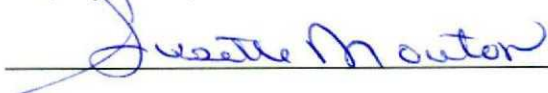
He further deposed and said:

All itemized statements of the amount of taxes collected for tax year 2020, by taxing authority, are true and correct.

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


Signature
Sheriff of Jefferson Davis
(Parish)

SWORN to and subscribed before me, Notary, this 22nd day of December 2021, in my office in the Jarvis, Louisiana.
(City/Town)

 (Signature)

SUSETTE MOUTON (Print), # 13207
Notary Public

Expired at death (Commission)