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LOUISIANA STATE BOARD OF
PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA

BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED
JUNE 30, 2007

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

Release Date 10/3/07

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007**

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**MARY SUE STAGES, CPA
A PROFESSIONAL ACCOUNTING CORPORATION**

.....

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*Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center*

INDEPENDENT ACCOUNTANTS' REPORT

To the Board Members of the
Louisiana State Board of Private Investigator Examiners
2051 Silverside Drive, Suite 190
Baton Rouge, Louisiana 70808

We have reviewed the accompanying basic financial statements of the business-type activities of the Louisiana State Board of Private Investigator Examiners as of and for the year ended June 30, 2007, as listed in the table of contents. These basic financial statements are the responsibility of the Louisiana State Board of Private Investigator Examiners' management.

Our review was conducted in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States of America. A review consists principally of inquiries of Board personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States.

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, we have issued a report, dated August 23, 2007, on the results of our agreed-upon procedures.

The accompanying supplemental information listed in the table of contents under Supplemental Schedules and Information and Other Required Supplementary Information is presented for purposes of

Board Members of the
Louisiana State Board of Private Investigator Examiners
Page Two

additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but were compiled from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

Mary Sue Stages, CPA
A Professional Accounting Corporation
August 23, 2007

BASIC FINANCIAL STATEMENTS

LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2007

	<u>Business-type Activities</u>
ASSETS	
Current Assets	
Cash and cash equivalents	\$ 46,460.46
Prepaid expenses	450.00
Accrued interest receivable	<u>1,770.00</u>
Total Current Assets	48,680.46
Non-Current Assets	
Investments	109,243.61
Capital assets, net of accumulated depreciation:	
Office equipment	<u>55.00</u>
Total Non-Current Assets	<u>109,298.61</u>
TOTAL ASSETS	<u>157,979.07</u>
 LIABILITIES	
Current Liabilities	
Accounts payable	2,678.78
Payroll withholdings and related payables	817.00
Accrued salaries	<u>4,756.00</u>
Total Current Liabilities	8,251.78
Non-Current Liabilities	
Compensated absences payable	<u>7,702.00</u>
Total Liabilities	15,953.78
 NET ASSETS	
Invested in capital assets, net of related debt	55.00
Unrestricted	<u>141,970.29</u>
Total Net Assets	<u>142,025.29</u>
TOTAL LIABILITIES AND NET ASSETS	<u>157,979.07</u>

See Accountants' Report

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
YEAR ENDED JUNE 30, 2007**

	<u>Business-type Activities</u>
OPERATING REVENUES	
Licenses and other fees	\$ 218,473.98
Late fees and fines	15,485.00
Total Operating Revenues	<u>233,958.98</u>
 OPERATING EXPENSES	
Professional services	60,874.79
Meetings, conferences and travel	1,678.59
Salaries and related benefits	133,588.35
General and administrative expenses	72,046.88
Depreciation	1,626.00
Total Operating Expenses	<u>269,814.61</u>
Operating Loss	(35,855.63)
 NON-OPERATING REVENUES (EXPENSES)	
Interest income	7,827.19
Copies and labels	760.65
Total Non-Operating Revenues (Expenses)	<u>8,587.84</u>
Change in Net Assets	(27,267.79)
Total Net Assets, beginning	<u>169,293.08</u>
Total Net Assets, ending	<u><u>142,025.29</u></u>

See Accountants' Report

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2007**

	Business-type Activities
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 233,958.98
Cash paid to suppliers for goods and services	(137,256.48)
Cash paid to employees for services	(138,764.27)
Net Cash Used for Operating Activities	(42,061.77)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Proceeds from sales and other sources	760.65
Net Cash Provided by Non-Capital Financing Activities	760.65
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
	-
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from certificates of deposit redeemed	45,000.00
Interest reinvested	(8,292.19)
Interest earned on certificates of deposit	8,292.19
Net Cash Provided by Investing Activities	45,000.00
Net Increase in Cash and Cash Equivalents	3,698.88
Cash and Cash Equivalents, beginning of year	42,761.58
Cash and Cash Equivalents, end of year	46,460.46

Continued

LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
STATEMENT OF CASH FLOWS (Continued)
YEAR ENDED JUNE 30, 2007

	<u>Business-type Activities</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED FOR OPERATING ACTIVITIES	
Operating loss	\$ (35,855.63)
Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	1,626.00
(Increase) decrease in assets:	
Prepaid expenses	350.00
Increase (decrease) in liabilities	
Accounts payable	(3,006.22)
Payroll withholdings and related payables	817.00
Accrued salaries	(497.92)
Compensated absences payable	<u>(5,495.00)</u>
Net Cash Used for Operating Activities	<u><u>(42,061.77)</u></u>

See Accountants' Report

SUPPLEMENTAL SCHEDULES AND INFORMATION

LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2007

	Budgeted		Actual	Variance
	Original	Final		Favorable (Unfavorable)
OPERATING REVENUES				
Licenses and other fees	\$ 227,000.00	\$ 227,000.00	\$ 218,473.98	\$ (8,526.02)
Late fees and fines	19,500.00	19,500.00	15,485.00	(4,015.00)
Total Operating Revenues	246,500.00	246,500.00	233,958.98	(12,541.02)
OPERATING EXPENSES				
Professional services	79,000.00	79,000.00	60,874.79	18,125.21
Meetings, conferences and travel	2,200.00	2,200.00	1,678.59	521.41
Salaries and related benefits	127,000.00	127,000.00	133,588.35	(6,588.35)
General and administrative expenses	93,300.00	93,300.00	72,046.88	21,253.12
Depreciation	1,600.00	1,600.00	1,626.00	(26.00)
Total Operating Expenses	303,100.00	303,100.00	269,814.61	33,285.39
Operating Loss	(56,600.00)	(56,600.00)	(35,855.63)	20,744.37
NON-OPERATING REVENUES (EXPENSES)				
Interest income	7,200.00	7,200.00	7,827.19	627.19
Copies and labels	1,400.00	1,400.00	760.65	(639.35)
Total Non-Operating Revenues (Expenses)	8,600.00	8,600.00	8,587.84	(12.16)
Change in Net Assets	(48,000.00)	(48,000.00)	(27,267.79)	20,732.21
Fund Balances, beginning	169,293.08	169,293.08	169,293.08	-
Fund Balances, ending	121,293.08	121,293.08	142,025.29	20,732.21

See Accountants' Report

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
JUNE 30, 2007**

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid to board members is presented for the year ended June 30, 2007.

Name

Asmussen, Walter T. 'Tim'
Biondolillo, Natalie
Burrell, Abe
Chauvin, Douglas
Clayton, Paula
Kovac, Annette
Littleton, Huey

*The Board members of the Louisiana State Board of Private Investigator Examiners
are not paid a per diem for meeting attendance or other Board business.*

**MARY SUE STAGES, CPA
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American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center*

**INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES**

Board Members of the
Louisiana State Board of Private Investigator Examiners
2051 Silverside Drive, Suite, 290
Baton Rouge, Louisiana 70808

We have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of the Louisiana State Board of Private Investigator Examiners and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Board's compliance with certain laws and regulations during the year ended June 30, 2007, included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$20,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures in excess of \$20,000 for material and supplies or \$100,000 for public works made during the year.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management in agreed-upon procedure (3) appeared on the list provided by management in agreed-upon procedure (2).

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There were no amendments to the budget during the year.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a regular meeting.

7. Compare the revenues and expenditures of the final budget to actual expenditures to determine if actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total.

We compared the expenditures of the final budget to actual expenditures. Expenditures for the year did not exceed budgeted amounts by more than 10% in any one category. Expenditures for the year did not exceed budgeted amounts by more than 5% in total.

Accounting and Reporting

8. Randomly select six disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

All six of the payments were coded to the correct fund and general ledger account.

- (c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the Director and Board where applicable.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

The Board is required to post a notice of each meeting and the accompanying agenda. Management has asserted that such documents were properly posted.

Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits that appeared to be proceeds of bank loans, bonds or like indebtedness.

Advances and Bonuses

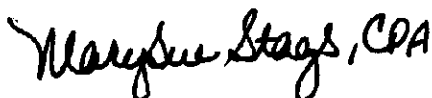
11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees that may constitute bonuses, advances or gifts.

A reading of the minutes of the Board for the year indicated no approval for the payments noted. We also inspected payroll records for the year and noted no instances that would indicate payments to employees that would constitute bonuses, advances or gifts.

The prior year report, dated August 24, 2006, did not include any comments or unresolved matters.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Board and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under LSA-RS 24:513, this report is distributed by the Legislative Auditor as a public document.



Mary Sue Stages, CPA
A Professional Accounting Corporation
August 23, 2007

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)

8/23/07 (Date Transmitted)

Mary Sue Stages, CPA, APAC
P. O. Box 30
Baker, Louisiana 70704-0030

In connection with your review of our financial statements as of June 30, 2007 and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of 8/23/07 (date of completion/representations).

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office..

Yes [] No []

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes [] No []

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes [] No []

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes [] No []

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes [] No []

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes [] No []

We have had our financial statements audited or compiled in accordance with LSA-RS 24:513.

Yes [] No []

Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes No

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60, 1410.65.

Yes No

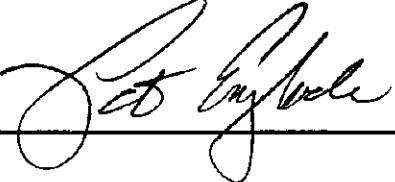
Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.

Yes No

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.


 _____ Secretary 8-23-07 Date
 EXEC. DIRECTOR
 _____ Treasurer _____ Date
 _____ President _____ Date

OTHER REQUIRED SUPPLEMENTARY INFORMATION

**LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2007**

LOUISIANA'S COMPREHENSIVE ANNUAL FINANCIAL REPORT

As a component unit of the State of Louisiana, the financial statements of the Louisiana State Board of Private Investigator Examiners are included in Louisiana's Comprehensive Annual Financial Report. Following are the statements being submitted to the Division of Administration. The amounts recorded have been subjected to the same review procedures as those recorded in the accompanying financial statements.

*8/30/07 client called to say they would deliver this
under separate cover.*

LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2007

C O N T E N T S

Statements

Balance Sheet	A
Statement of Revenues, Expenses, and Changes in Fund Net Assets	B
Statement of Activities	C
Statement of Cash Flows	D

Notes to the Financial Statements

A.	Summary of Significant Accounting Policies
B.	Budgetary Accounting
C.	Deposits with Financial Institutions and Investments (Information in Appendix B)
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G.	Leave
H.	Retirement System
I.	Post Retirement Health Care and Life Insurance Benefits
J.	Leases
K.	Long-Term Liabilities
L.	Contingent Liabilities
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N.	Accounting Changes
O.	In-Kind Contributions
P.	Defeased Issues
Q.	Cooperative Endeavors
R.	Government-Mandated Nonexchange Transactions (Grants)
S.	Violations of Finance-Related Legal or Contractual Provisions
T.	Short-Term Debt
U.	Disaggregation of Receivable Balances
V.	Disaggregation of Payable Balances
W.	Subsequent Events
X.	Segment Information
Y.	Due to/Due from and Transfers
Z.	Liabilities Payable from Restricted Assets
AA.	Prior-Year Restatement of Net Assets
BB.	Net Assets Restricted by Enabling Legislation (Information in Appendix C)
CC.	Impairment of Capital Assets (Additional Info in Appendix D)
DD.	Employee Termination Benefits

Schedules

1	Schedule of Per Diem Paid to Board Members
2	Schedule of State Funding
3	Schedules of Long-Term Debt
4	Schedules of Long-Term Debt Amortization
15	Schedule of Comparison Figures and Instructions

**STATE OF LOUISIANA
LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
BALANCE SHEET
AS OF JUNE 30, 2007**

CURRENT ASSETS	Cash and cash equivalents	\$	<u>46,460</u>
	Investments		
	Receivables (net of allowance for doubtful accounts)(Note U)		<u>1,770</u>
	Due from other funds (Note Y)		
	Due from federal government		
	Inventories		
	Prepayments		<u>450</u>
	Notes receivable		
	Other current assets		
	Total current assets		<u>48,680</u>
NONCURRENT ASSETS:			
	Restricted assets (Note F):		
	Cash		
	Investments		
	Receivables		
	Notes receivable		
	Investments		<u>109,244</u>
	Capital assets (net of depreciation)(Note D)		
	Land		
	Buildings and improvements		
	Machinery and equipment		<u>55</u>
	Infrastructure		
	Construction in progress		
	Other noncurrent assets		
	Total noncurrent assets		<u>109,299</u>
	Total assets	\$	<u>157,979</u>
LIABILITIES			
CURRENT LIABILITIES:			
	Accounts payable and accruals (Note V)	\$	<u>3,496</u>
	Due to other funds (Note Y)		
	Due to federal government		
	Deferred revenues		
	Amounts held in custody for others		
	Other current liabilities		<u>4,756</u>
	Current portion of long-term liabilities:		
	Contracts payable		
	Reimbursement contracts payable		
	Compensated absences payable (Note K)		
	Capital lease obligations - (Note J)		
	Claims and litigation payable (Note K)		
	Notes payable		
	Liabilities payable from restricted assets (Note Z)		
	Bonds payable		
	Other long-term liabilities		
	Total current liabilities		<u>8,252</u>
NON-CURRENT LIABILITIES:			
	Contracts payable		
	Reimbursement contracts payable		
	Compensated absences payable (Note K)		<u>7,702</u>
	Capital lease obligations (Note J)		
	Claims and litigation payable (Note K)		
	Notes payable		
	Liabilities payable from restricted assets (Note Z)		
	Bonds payable		
	Other long-term liabilities		
	Total long-term liabilities		<u>7,702</u>
	Total liabilities		<u>15,954</u>
NET ASSETS			
	Invested in capital assets, net of related debt		<u>55</u>
	Restricted for:		
	Capital projects		
	Debt service		
	Unemployment compensation		
	Other specific purposes		
	Unrestricted		<u>141,970</u>
	Total net assets		<u>142,025</u>
	Total liabilities and net assets	\$	<u>157,979</u>

The accompanying notes are an integral part of this financial statement.
Statement A

**STATE OF LOUISIANA
 LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2007**

OPERATING REVENUES	
Sales of commodities and services	\$ _____
Assessments	_____
Use of money and property	_____
Licenses, permits, and fees	233,959
Other	_____
Total operating revenues	<u>233,959</u>
OPERATING EXPENSES	
Cost of sales and services	_____
Administrative	268,189
Depreciation	1,626
Amortization	_____
Total operating expenses	<u>269,815</u>
Operating income(loss)	<u>(35,856)</u>
NON-OPERATING REVENUES(EXPENSES)	
State appropriations	_____
Intergovernmental revenues (expenses)	_____
Taxes	_____
Use of money and property	7,827
Gain on disposal of fixed assets	_____
Loss on disposal of fixed assets	_____
Federal grants	_____
Interest expense	_____
Other revenue	761
Other expense	_____
Total non-operating revenues(expenses)	<u>8,588</u>
Income(loss) before contributions and transfers	<u>(27,268)</u>
Capital contributions	_____
Extraordinary item - Loss on impairment of capital assets	_____
Transfers in	_____
Transfers out	_____
Change in net assets	<u>(27,268)</u>
Total net assets – beginning as restated	<u>169,293</u>
Total net assets – ending	<u>\$ 142,025</u>

The accompanying notes are an integral part of this financial statement.
 Statement B

**STATE OF LOUISIANA
 LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Program Revenues</u>			Net (Expense)	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Revenue and Changes in Net Assets</u>
Entity	\$ 269,815	\$ 233,959	\$	\$	\$ (35,856)
General revenues:					
Taxes					
State appropriations					
Grants and contributions not restricted to specific programs					
Interest					7,827
Miscellaneous					761
Special items					
Extraordinary item - Loss on impairment of capital assets					
Transfers					
Total general revenues, special items, and transfers					8,588
Change in net assets					(27,268)
Net assets - beginning as restated					169,293
Net assets - ending					\$ 142,025

The accompanying notes are an integral part of this financial statement.
 Statement C

**STATE OF LOUISIANA
LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2007**

Cash flows from operating activities		
Cash received from customers	\$ 233,959	
Cash payments to suppliers for goods and services	<u>(137,256)</u>	
Cash payments to employees for services	<u>(138,764)</u>	
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		\$ <u>(42,062)</u>
Cash flows from non-capital financing activities		
State appropriations		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other	<u>761</u>	
Net cash provided(used) by non-capital financing activities		<u>761</u>
Cash flows from capital and related financing activities		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		<u>-</u>
Cash flows from investing activities		
Purchases of investment securities	<u>(8,292)</u>	
Proceeds from sale of investment securities	<u>45,000</u>	
Interest and dividends earned on investment securities	<u>8,292</u>	
Net cash provided(used) by investing activities		<u>45,000</u>
Net increase(decrease) in cash and cash equivalents		<u>3,699</u>
Cash and cash equivalents at beginning of year		<u>42,762</u>
Cash and cash equivalents at end of year		\$ <u><u>46,460</u></u>

The accompanying notes are an integral part of this statement.
Statement D (continued)

**STATE OF LOUISIANA
 LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
 STATEMENT OF CASH FLOWS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2007**

Operating income(loss)		\$ <u>5,885</u>
Adjustments to reconcile operating income(loss) to net cash		
Depreciation/amortization	_____	
Provision for uncollectible accounts	_____	
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	_____	
(Increase)decrease in due from other funds	_____	
(Increase)decrease in prepayments	_____	
(Increase)decrease in inventories	_____	
(Increase)decrease in other assets	_____	
Increase(decrease) in accounts payable and accruals	(57)	
Increase(decrease) in accrued payroll and related benefits	_____	
Increase(decrease) in compensated absences payable	_____	
Increase(decrease) in due to other funds	_____	
Increase(decrease) in deferred revenues	_____	
Increase(decrease) in other liabilities	_____	
 Net cash provided(used) by operating activities		 \$ <u><u>5,828</u></u>

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease	\$ _____
Contributions of fixed assets	_____
Purchases of equipment on account	_____
Asset trade-ins	_____
Other (specify)	_____
_____	_____
_____	_____
 Total noncash investing, capital, and financing activities:	 \$ <u><u>N/A</u></u>

The accompanying notes are an integral part of this statement.
 Statement D (concluded)

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
Notes to the Financial Statements
As of and for the year ended June 30, 2007

INTRODUCTION

The Louisiana State Board of Private Investigator Examiners (BTA) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:1515. The following is a brief description of the operations of Louisiana State Board of Private Investigator Examiners (BTA) that includes the parish/parishes in which the (BTA) is located:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the Louisiana State Board of Private Investigator Examiners present information only as to the transactions of the programs of the Louisiana State Board of Private Investigator Examiners as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Louisiana State Board of Private Investigator Examiners are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the Louisiana State Board of Private Investigator Examiners (BTA) are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

**STATE OF LOUISIANA
LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
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	<u>APPROPRIATIONS</u>
Original approved budget	\$ <u>301,213</u>
Amendments:	_____

Final approved budget	\$ <u><u>301,213</u></u>

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Louisiana State Board of Private Investigator Examiners (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits 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 pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by the three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

STATE OF LOUISIANA
 LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
 Notes to the Financial Statements
 As of and for the year ended June 30, 2007

The deposits at June 30, 2007, consisted of the following:

	<u>Cash</u>	<u>Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Deposits in Bank Accounts Per Balance Sheet	\$ 180,220	\$ 152,084	\$	\$ 332,303.85
Bank Balances of Deposits Exposed to Custodial Credit Risk				
a. Uninsured and uncollateralized	\$	\$	\$	\$ -
b. Uninsured and collateralized with securities held by the pledging institution	<u>201,393</u>	<u>152,084</u>	<u>\$</u>	<u>353,477.00</u>
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent but not in the entity's name	<u></u>	<u></u>	<u>\$</u>	<u>-</u>
Total Bank Balances - All Deposits	<u>\$ 201,393</u>	<u>\$ 152,084</u>	<u>\$</u>	<u>\$ 353,477</u>

NOTE: The "Total Bank Balances - All Deposits" will not necessarily equal the "Deposits in Bank Account per Balance Sheet" due to outstanding items.

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. Chase Bank	Operations	\$ 353,477
2. _____	_____	_____
3. _____	_____	_____
4. _____	_____	_____
Total		<u>\$ 353,477</u>

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ <u>N/A</u>
Petty cash	\$ <u>N/A</u>

2. INVESTMENTS

The Louisiana State Board of Private Investigator Examiners (BTA) does maintain investment accounts as authorized by La. R.S. 33:2955.

Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or the counter-party's trust department or agent but not in the entity's name.

**STATE OF LOUISIANA
LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
Notes to the Financial Statements
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3. Derivatives

The institution does not invest in derivatives as part of its investment policy. Accordingly, the exposure to risk from these investments is zero:

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

N/A

E. INVENTORIES

N/A

F. RESTRICTED ASSETS

N/A

G. LEAVE

1. COMPENSATED ABSENCES

The Louisiana State Board of Private Investigator Examiners (BTA) has the following policy on annual and sick leave:

Employees earn and accumulate annual and sick leave at various rates depending on their years of full-time service and were credited at the end of each month of regular service. Accumulated leave is carried forward to succeeding years without limitation. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure when leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligation. The amount of unpaid leave time accrued at June 30, 2007 and 2006, was \$4,800.

2. COMPENSATORY LEAVE

Non-exempt employees, according to the guidelines contained in the Fair Labors Standards Act, may be paid for compensatory leave earned. Upon termination or transfer, an employee is paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. This pay is based on the employee's hourly rate of pay at the time of termination or transfer. There was no accrued compensatory leave time at June 30, 2007.

H. RETIREMENT SYSTEM

Substantially all of the employees of the Louisiana State Board of Private Investigator Examiners (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time (BTA) employees are eligible to participate. Benefits vest with 10 years of service. At retirement age employees are entitled to annual benefits equal to 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service plus \$300 for employees hired before July 31, 1986.

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Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service or (c) age 60 with 10 years of service. An option of reduced benefits at any age with 20 years of service is available. The System also provides death and disability benefits. Benefits are established or amended by state statute. The System issues an annual financial report that is available to the public including financial statements and required supplementary information of the System. That report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000.

Covered employees are required to contributing 7.5% of gross salary to the plan, and the Board is required to contribute at an actuarially determined rate as required by R.S. 11:102. That rate for the year ended June 30, 2007 was 19.1%. Contributions to the System for the years ended June 30, 2007, 2006 and 2005, were \$13,607, \$16,471 and \$11,783, respectively.

I. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The Board may provide certain continuing health care and life insurance benefits for its retired employees. Substantially all of the Board's employees become eligible for those benefits if they reach normal retirement age while working for the Board. Those benefits include joint payment of monthly premiums at 50% Board and 50% retired persons. The Board does not currently have any retired persons to which it provides post retirement benefits.

J. LEASES

NOTE: Where five-year amounts are requested, list the total amount (sum) for the five-year period, not the annual amount for each of the five years.)

1. OPERATING LEASES

The total payments for operating leases during the fiscal year were \$32,074. A schedule of payments for operating leases follows:

<u>Nature of lease</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013 - 2017</u>	<u>FY 2018 2022</u>
Office space	\$ 11,600	\$ 11,600	\$ 11,600	\$ 11,600	\$ 11,600		
Total	\$ 11,600	\$ 11,600	\$ 11,600	\$ 11,600	\$ 11,600	\$ -	\$ -

2. CAPITAL LEASES

Capital leases are not recognized in the accompanying financial statements.

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Notes to the Financial Statements
As of and for the year ended June 30, 2007

Year ending June 30:	Total
2007	\$
2008	
2009	
2010	
2011	
2012-2016	
2017-2021	
2022-2026	
Total minimum lease payments	-
Less amounts representing executory costs	
Net minimum lease payments	-
Less amounts representing interest	
Present value of net minimum lease payments	\$ N/A

4. LESSOR – OPERATING LEASE

N/A

K. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2007

	<u>Year ended June 30, 2007</u>			Balance June 30, 2006	Amounts due within one year
	Balance June 30, 2005	Additions	Reductions		
Notes and bonds payable:					
Notes payable	\$	\$	\$	\$	--
Reimbursement contracts payable					--
Bonds payable					--
Total notes and bonds	--	--	--	--	--
Other liabilities:					
Contracts payable					--
Compensated absences payable	4,800			4,800	--
Capital lease obligations					--
Claims and litigation					--
Liabilities payable from restricted assets					--
Other long-term liabilities					--
Total other liabilities	4,800	--	--	4,800	--

L. CONTINGENT LIABILITIES

N/A

M. RELATED PARTY TRANSACTIONS

N/A

STATE OF LOUISIANA
 LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
 Notes to the Financial Statements
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N. ACCOUNTING CHANGES

N/A

O. IN-KIND CONTRIBUTIONS

N/A

P. DEFEASED ISSUES

N/A

Q. COOPERATIVE ENDEAVORS

N/A

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

N/A

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

N/A.

T. SHORT-TERM DEBT

N/A

U. DISAGGREGATION OF RECEIVABLE BALANCES

N/A

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2007, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
Operations	\$ 669	\$ 367	\$ -	\$ -	\$ 1,036
					-
Total payables	\$ 669	\$ 367	\$ -	\$ -	\$ 1,036

W. SUBSEQUENT EVENTS

N/A

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
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As of and for the year ended June 30, 2007

X. SEGMENT INFORMATION

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or another stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17.)

Type of goods or services provided by the segment: licenses

A. Condensed Balance sheet:

	<u>Segment #1</u>	<u>Segment #2</u>
Current assets	\$ 180,220	\$ _____
Due from other funds	_____	_____
Capital assets	_____	_____
Other assets	152,084	_____
Current liabilities	1,036	_____
Due to other funds	_____	_____
Long-term liabilities	4,800	_____
Restricted net assets	_____	_____
Unrestricted net assets	326,467	_____
Invested in capital assets, net of related debt	_____	_____

B. Condensed Statement of Revenues, Expenses, and Changes in Net Assets:

	<u>Segment #1</u>	<u>Segment #2</u>
Operating revenues	\$ 309,895	\$ _____
Operating expenses	304,010	_____
Depreciation and amortization	_____	_____
Operating income (loss)	5,885	-
Nonoperating revenues (expenses)	41,396	_____
Capital contributions/additions to permanent and term endowments	_____	_____
Special and extraordinary items	_____	_____
Transfers in	-	_____
Transfers out	-	_____
Change in net assets	47,281	-
Beginning net assets	279,186	_____
Ending net assets	326,467	-

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF PRIVATE INVESTIGATOR EXAMINERS (BTA)
Notes to the Financial Statements
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C. Condensed Statement of Cash Flows:

	<u>Segment #1</u>	<u>Segment #2</u>
Net cash provided (used) by operating activities	\$ 5,828	\$ _____
Net cash provided (used) by noncapital financing activities	26,120	_____
Net cash provided (used) by capital and related financing activities	_____	_____
Net cash provided (used) by investing activities	15,277	_____
Beginning cash and cash equivalent balances	132,995	_____
Ending cash and cash equivalent balances	180,220	-

Y. DUE TO/DUE FROM AND TRANSFERS

1. N/A

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

N/A

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

N/A

BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB STATEMENT 46)

N/A

CC. IMPAIRMENT OF CAPITAL ASSETS

N/A

DD. EMPLOYEE TERMINATION BENEFITS

N/A