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**NATCHITOCHE PARISH SHERIFF  
NATCHITOCHE PARISH DETENTION CENTER  
NATCHITOCHE, LOUISIANA  
FINANCIAL REPORT  
FOR THE YEAR ENDED  
JUNE 30, 1998**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the archival, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the State House of Representatives, the Legislative Auditor for said state, deposited, in the office of the parish clerk of court.

Refused Date --- 8/20/98 ---

**MATTHEW HINES CHARLES SCHREIBER**  
**MATTHEW HINES PARTNERS DELISTED CENTER**  
**MATTHEW HINES, LOUISIANA**  
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**JUNE 15, 1999**

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## **GENERAL PURPOSE FINANCIAL STATEMENTS**

**Hines, Jackson & Hines**  
CERTIFIED PUBLIC ACCOUNTANTS

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Partner

**INDEPENDENT AUDITORS' REPORT**

Honorable Boyd Dean  
Natchitoches Parish Sheriff  
Natchitoches Parish Detention Center  
299 Edison Drive  
Natchitoches, Louisiana 71457

We have audited the accompanying general purpose financial statements of the Natchitoches Parish Detention Center proprietary fund of the Natchitoches Parish Sheriff, Natchitoches, Louisiana, as of and for the year ended June 30, 1998, as listed in the table of contents. These financial statements are the responsibility of the Natchitoches Parish Sheriff and his management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material aspects, the financial position of the Natchitoches Parish Detention Center proprietary fund of the Natchitoches Parish Sheriff, Natchitoches, Louisiana, as of June 30, 1998, and the results of its operations and cash flows for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated August 13, 1998, on our examination of the Natchitoches Parish Detention Center's internal control over financial reporting and our tests of its compliance with laws, regulations, contracts and grants.

The financial information for the year ended June 30, 1997, which is included for comparative purposes, was taken from the financial report for that year in which we expressed an unqualified opinion dated November 5, 1997, on the general purpose financial statements of the Natchitoches Parish Detention Center proprietary fund of the Natchitoches Parish Sheriff.

**Hines, Jackson & Hines**  
Natchitoches, Louisiana  
August 13, 1998.

**SACATECHOS PARISH SHALICE**  
**SACATECHOS PARISH COLLECTION CENTER**  
**SACATECHOS, LOUISIANA**  
**COMPARATIVE BALANCE SHEET - PROPRIETARY FUNDATION**  
**JUNE 30, 1998 AND 1997**

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash	\$ 98,133	\$ 18,735
Investments	573,148	442,881
Receivables		
Revenues	271,581	336,639
Fixed assets, net of accumulated depreciation for 1998 and 1997 of \$483,840 and \$243,506, respectively	3,881,731	3,158,834
Deferred debt expense, net of accumulated amortization for 1998 and 1997 of \$20,850 and \$11,350, respectively	<u>181,798</u>	<u>198,139</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 4,855,381</u></b>	<b><u>\$ 4,055,189</u></b>
 <b>LIABILITIES AND FUND EQUITY</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 98,790	\$ 96,898
Accrued liabilities	32,813	33,686
Due to general fund	488,161	512,634
Notes and lease obligations	<u>3,823,838</u>	<u>4,110,964</u>
<b>TOTAL LIABILITIES</b>	<b>4,443,602</b>	<b>4,754,182</b>
<b>FUND EQUITY</b>		
Retained earnings - reserved and unappropriated	<u>411,779</u>	<u>301,007</u>
<b>TOTAL FUND EQUITY</b>	<b><u>411,779</u></b>	<b><u>301,007</u></b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b><u>\$ 4,855,381</u></b>	<b><u>\$ 4,055,189</u></b>

The accompanying notes are an integral part of this statement.

**MATCHBROOKERS PARISH SHERIFF**  
**MATCHBROOKERS PARISH POLICE DEPARTMENT**  
**MATCHBROOKERS, LOUISIANA**  
**COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN RETAINED EARNINGS - PROPRIETARY FUND TYPE**  
**FOR THE YEARS ENDED JUNE 30, 1998 AND 1997**

	1998	1997
<b>OPERATING REVENUES</b>		
Charges for Services		
Department of Corrections	\$ 2,724,484	\$ 2,233,184
Matchbrooks Parish Police Jury	378,312	141,287
City of Matchbrooks	7,342	47,488
Parish Commissionary	388,883	0
Farming	11,658	0
Vending Machine	14,918	0
Other	3,024	11,831
<b>TOTAL OPERATING REVENUES</b>	<b>3,530,621</b>	<b>2,457,999</b>
<b>OPERATING EXPENSES</b>		
Associations	18,480	18,480
Bank charges	5,819	8
Contract labor	12,413	13,842
Depreciation	228,008	276,599
Fees-expense	28,078	36,378
Fuel	368,493	271,027
Insurance - building and items	13,628	18,878
Insurance - commodity	229,132	0
Insurance	126,187	41,330
Insurance - employees	280,827	289,882
Material supplies	41,022	41,798
Maintenance and repairs	38,491	22,178
Medical	93,886	118,157
Miscellaneous	2,788	6,472
Office supplies	28,738	23,426
Oil and gas	8,798	8,860
Physical expenses	17,941	21,820
Professional services	29,157	28,596
Reimburse	43,826	47,773
Salaries	960,174	1,830,186
Supplies and Materials	27,118	0
Telephone	16,281	26,571
Training	8,183	6,549
Travel	4,476	2,899
Uniforms	12,843	14,991
Utilities	229,527	228,848
Waste management	0	3,792
Vending machine	\$ 28,312	\$ 0

The accompanying notes are an integral part of this statement.

**NATIONAL TRUST COMPANY**  
**NATIONAL TRUST COMPANY CENTER**  
**NATIONAL TRUST COMPANY**  
**COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN RETAINED EARNINGS - PROPRIETARY FUND TYPE ACCOUNTS**  
**FOR THE YEARS ENDED JUNE 30, 1998 AND 1997**

	1998	1997
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 3,298,038</b>	<b>\$ 2,228,382</b>
<b>OPERATING INCOME</b>	<b>542,191</b>	<b>(10,811)</b>
<b>Nonoperating Revenues/Expenses</b>		
Operating transfers in	0	90,800
Interest Income	36,200	25,297
Interest Expense	<u>(378,391)</u>	<u>(281,199)</u>
<b>Total Nonoperating Revenues/Expenses</b>	<b><u>(242,191)</u></b>	<b><u>(175,102)</u></b>
<b>Net Income/(Loss)</b>	<b>299,999</b>	<b>(206,913)</b>
<b>Retained Earnings, Beginning of year</b>	<b><u>(718,318)</u></b>	<b><u>(682,876)</u></b>
<b>Retained Earnings, End of year</b>	<b><u>\$ (418,319)</u></b>	<b><u>\$ (889,789)</u></b>

The accompanying notes are an integral part of this statement.

**MATCHBROTHERS PARISH SHERIFF  
MATCHBROTHER PARISH DETENTION CENTER  
MATCHBROTHERS, LOUISIANA  
COMPARATIVE STATEMENTS OF CASH FLOWS - PROPRIETARY FUND TYPE  
FOR THE YEARS ENDING JUNE 30, 1998 AND 1997**

	<u>1998</u>	<u>1997</u>
<b>Cash Flows Provided By/(Used in) Operating Activities</b>		
Net Operating Income	\$ 242,191	\$ 199,811
Adjustments to reconcile net operating income to net cash provided by/(used in) operating activities		
Depreciation	250,686	234,449
Amortization	30,080	30,480
Decreased/Increased in operating assets		
Accounts Receivable	(14,691)	(246,332)
Revenue	0	36,770
Other	0	0
Increased/Decreased in operating liabilities		
Accounts Payable	45,077	(16,617)
Accruals/ Liabilities	(883)	188
	<u>701,566</u>	<u>132,489</u>
<b>Net Cash Provided By/(Used in) Operating Activities</b>	<b>701,566</b>	<b>132,489</b>
<b>Cash Flows Provided By/(Used in) Capital and Related Financing Activities</b>		
Proceeds from borrowing-Matchbrothers Parish Sheriffs general fund	0	276,182
Payment on borrowing-Matchbrothers Parish Sheriffs general fund	(24,673)	0
Proceeds from operating capital in	0	30,600
Payment on notes and lease obligations	(188,125)	(183,084)
Payment for capital acquisition-fund	(71,170)	(134,957)
Payment for capital acquisition-building	(18,563)	(28,778)
Payment for capital acquisition-equipment	(33,595)	(21,155)
Payment for capital acquisition-furniture and fixtures	(6,186)	(4,983)
Payment for capital acquisition-vehicles	(1,508)	(3,662)
Interest paid	(278,182)	(270,128)
	<u>(596,497)</u>	<u>(298,367)</u>
<b>Net Cash Provided By/(Used in) Capital and Related Financing Activities</b>	<b>(596,497)</b>	<b>(298,367)</b>
<b>Cash Flows Provided By/(Used in) Investing Activities</b>		
Receipt of interest	30,240	21,281
Sale of investments	0	24,480
Purchase of investments	(118,579)	0
	<u>(88,339)</u>	<u>45,761</u>
<b>Net Cash Provided By/(Used in) Investing Activities</b>	<b>(88,339)</b>	<b>45,761</b>
<b>INCREASE/(DECREASE) IN CASH</b>	<b>21,726</b>	<b>(120,117)</b>
CASH, Beginning of year	<u>18,773</u>	<u>138,489</u>
CASH, End of year	<b>\$ 40,500</b>	<b>\$ 18,372</b>

The accompanying notes are an integral part of this statement.



**MARSHFIELD PARISH SHERRIF**  
**MARSHFIELD PARISH DETENTION CENTER**  
**MARSHFIELD, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

**NOTE 1            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

As provided by Article V, Section 21 of the Louisiana Constitution of 1974, the sheriff serves a four year term as the chief executive officer of the law enforcement agency, which includes administering the parish jail system. Construction of the facility was completed and the first prisoners were received on June 18, 1998.

The accounting and reporting policies of the Marshfield Parish Detention Center conform with generally accepted accounting principles as applied in governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements set forth in the Louisiana Governmental Audit Guide and to the industry-wide guide, *Audit of State and Local Governmental Units*.

**A.        REPORTING ENTITY**

The Marshfield Parish Detention Center is a component unit, proprietary fund, of the Marshfield Parish Sheriff. Information included in the fiscal financial statements are also included in the Sheriff's annual general purpose financial statements.

**B.        FUND ACCOUNTING**

**Proprietary Fund Types -** Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary and useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. The Detention Center applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements (issued as of July 1, 1997), unless those pronouncements conflict with or contradict GASB pronouncements.

**Enterprise Fund**

The enterprise fund is used to account for operations:

- (1) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that their focus is on income measurement, including depreciation of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or
- (2) where the governing body has decided the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, or other purposes.

**C.        FIXED ASSETS**

Property, plant, and equipment acquired for the proprietary funds is capitalized in the respective funds in which it applies.

Proprietary funds are accounted for on a cost of services or "capital maintenance" measurement basis. This means that all assets and all liabilities (liability system or measures) associated with their activity is included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increases (revenues) and decreases (expenses) in net total assets.

**MACHINCHOS PARISH SHERRIF**  
**MACHINCHOS PARISH DETENTION CENTER**  
**MACHINCHOS, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS COVERED**  
**(JUNE 30, 1998)**

**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C.      FIXED ASSETS (CONTINUED)**

Depreciation of all depreciable fixtures used by the enterprise fund is charged as an expense against its operations. Accumulated depreciation is reported on the enterprise fund balance sheet. Depreciation has been provided over the estimated useful lives using the straight line method. Expenditures for maintenance, repairs and minor renewals are charged to earnings as incurred. Major expenditures for renewals and improvements are capitalized.

**D.      BASIS OF ACCOUNTING**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting refers to the timing of the measurements made, regardless of the measurement basis applied. The accompanying financial statements have been prepared using the modified accrual basis of accounting. Revenues are accrued when earned and measurable. Expenditures are generally recognized when the related fund liability is incurred and measurable.

**E.      CASH**

Cash includes not only cash on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit with fund cash at any time and also effectively withdraw funds at any time without prior notice or penalty.

State law authorizes the sherrif to deposit funds in, interest bearing accounts, certificates of deposit or other investments as permitted by law with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

**F.      DUE TO AND DUE FROM OTHER FUNDS**

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. As June 30, 1998, the Detention Center, proprietary fund, owed the general fund \$448,354.

**G.      DEFERRED DEBT EXPENSE**

Bond issue costs and bond discounts are capitalized and amortized over the terms of the respective bonds using a method which approximates the effective interest method. Total bond issue costs and bond discounts (deferred debt expense) paid by the Machinchos Parish Sherrif was \$285,582. The amortization expense related to deferred debt expense for the year ended June 30, 1998 was \$10,880.

**H.      RECEIVABLES**

All receivables are reported at their gross value and, where applicable are reduced by the estimated portion that is expected to be uncollectible.

**NATCHITOCHEES PARISH SHRIFF  
NATCHITOCHEES PARISH DETENTION CENTER  
NATCHITOCHEES, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 1998**

**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**1.      ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the losses of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from these estimates.

**2.      ENCUMBRANCES**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Natchitoches Parish Detention Center.

**NOTE 2      CASH**

As of June 30, 1998, the Natchitoches Parish Detention Center had cash totaling \$58,113, as follows:

Petty Cash	\$        100
Demand Deposits	<u>57,813</u>
Totals	<u>\$ 58,113</u>

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 so deposited with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. As of June 30, 1998, the Detention Center had \$75,119 in bank deposits. These deposits were secured from risk by \$73,508 of federal deposit insurance.

**NOTE 3      INVESTMENTS**

Investments, money market accounts which only invest in government backed securities, are stated at cost which approximates market value. As June 30, 1998, the Natchitoches Parish Detention Center had \$771,040 in money market accounts.

**NOTE 4      RECEIVABLES**

As June 30, 1998, the Detention Center had \$271,501 in accounts receivable for charges for services. The estimated amount of receivables determined to be uncollectible at June 30, 1998 is \$0.

**MACHDOUCHES PARISH SCHOOL  
MACHDOUCHES PARISH DETENTION CENTER  
MACHDOUCHES, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**JUNE 30, 1998**

**NOTE 5      PROPERTY, PLANT AND EQUIPMENT**

A summary of the Machdouches Parish Detention Center's property, plant and equipment at June 30, 1998 follows:

	Straight-Line	Accumulated		Depreciation	
		Cost	Depreciation	Net	This Year
Land		\$ 146,000	\$ 0	\$ 146,000	\$ 0
Buildings	20 years	2,866,312	298,932	2,567,380	184,104
Equipment	3 - 7 years	383,894	42,811	341,083	18,378
Furniture & Fixtures	7 years	399,800	96,738	303,062	40,602
Vehicles	3 years	68,812	30,344	38,468	10,325
<b>Total</b>		<b>\$ 3,473,818</b>	<b>\$ 696,815</b>	<b>\$ 2,777,003</b>	<b>\$ 273,629</b>
Changes during year:					
Balance, beginning of year		\$ 3,495,258	\$ (345,214)	\$ 3,150,044	
Additions:					
Land		31,131	0	31,131	
Buildings		13,963	0	13,963	
Equipment		13,235	0	13,235	
Furniture & Fixtures		6,286	0	6,286	
Vehicles		1,580	0	1,580	
Depreciation		0	(228,698)	(228,698)	
<b>Balance, End of year</b>		<b>\$ 3,671,873</b>	<b>\$ (483,842)</b>	<b>\$ 3,188,031</b>	

**NOTE 6      PENSION PLAN**

Substantially all employees of the Machdouches Parish Detention Center's office are members of the Sheriff's Pension and Relief Fund ("System"), a multiple-employer, cost-sharing public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of sheriffs and their staffs, which is administered and controlled by a separate board of trustees. Contributions of participating sheriffs, together with shared local and state revenues, are pooled within the System to fund assumed benefits, with employer/employee contribution rates approved by the Louisiana Legislature.

All sheriffs and all deputies who are found to be physically fit, who earn at least \$480 per month and who are between the ages of 18 and 50 at the time of original employment are required to participate in the system. Employees are eligible to retire at or after age 55 with at least 12 years of credited service and receive a benefit, payable monthly for life, equal to a percentage of their average final salary for each year of credited service. The percentage factor to be used for each year of service is 2.5 percent if total service is at least 12 but less than 19 years, 2.75 percent if total service is at least 19 but less than 26 years, and 3 percent if total service is at least 26 years. In any case, the retirement benefit cannot exceed 60 percent of the final average salary. Final average salary is the employee's average salary over the 36 consecutive or joint months that produce the highest average. Employees who terminate with at least 12 years of service, and who do not withdraw their employee contributions, may retire at or after age 55 and receive the benefits as provided in their date of termination. Employees who terminate with at least 20 years of credited service are also eligible

**NATCHITOCHULES PARISH GOVERNMENT**  
**NATCHITOCHULES PARISH LEGISLATION CENTER**  
**NATCHITOCHEES, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**AUGUST 30, 1998**

**NOTE 6 PENSION PLAN (CONTINUED)**

to elect early benefits between the ages of 58 and 59 with reduced benefits equal to the actuarial equivalent of the benefit to which they would otherwise be entitled at age 59. The system also provides death and disability benefits. Benefits are established by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Sheriff's Pension & Relief Fund, Monroe, Louisiana, 712 04-1163 or by calling (225) 342-3188.

Contributions to the system include one-half of two percent of the taxes shown to be collectible by the tax rolls of each parish and a direct appropriation from the state of Louisiana. State statute requires covered employees to contribute 3.7 percent of their salary to the system and requires an employer contribution equal to 5.8 percent of each covered employee's salary. As provided by Louisiana Revised Statute 11:021, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Natchitoches Parish Detention Center's contributions to the System for the year ending June 30, 1998 was \$45,826, equal to the required contribution for the year.

**NOTE 7 RISK MANAGEMENT**

The Natchitoches Parish Detention Center is exposed to various risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Natchitoches Parish Detention Center maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to provide any significant uninsured losses to the Detention Center.

**NOTE 8 OBLIGATIONS UNDER CAPITAL AND OPERATING LEASES**

The Natchitoches Parish Detention Center leases equipment and furniture and fixtures through arrangements classified as capital lease obligations. At June 30, 1998, the total present value of minimum payments required under the Detention Center's leases are \$ 84,088.

The present value of capital leases and the minimum lease payments under noncancelable leases are as follows:

Year Ending June 30,	<u>Amount</u>
1999	\$ 35,493
2000	35,493
2001	<u>13,102</u>
Total	84,088
Less amount representing interest	<u>(11,400)</u>
Present value of future minimum lease payments	<u>\$ 72,688</u>

**MATCHBEECH PARISH SHERIFF**  
**MATCHBEECH PARISH DETENTION CENTER**  
**MATCHBEECH, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 1998**

**NOTE 7 LONG-TERM DEBT**

The following is a summary of the long-term debt of the Matchbeech Parish Detention Center for the year ended June 30, 1998:

	Interest Rate	Maturity Date	Amount Issued	Outstanding
Revenue Bonds	3.75%-7.25%	06/30/10	\$3,695,000	\$ 3,488,000
Certificate of Indebtedness	5.37%	05/01/96	308,000	352,000
Contract for sale	8.00%	07/31/91	128,118	80,971
<b>Total</b>			<b>\$4,131,118</b>	<b>\$3,921,001</b>

The annual requirements to service all debt outstanding as of June 30, 1998, including interest payments are as follows:

Year Ended June 30,	Revenue Bonds	Certificate of Indebtedness	Contract for Sale	Total
1999	\$ 360,995	\$ 38,334	\$ 32,384	\$ 431,713
2000	358,515	38,411	32,384	429,310
2001	356,030	38,488	32,384	427,902
2002	353,545	38,565	32,384	424,494
2003	351,060	38,642	0	389,702
Thereafter	3,295,982	118,517	0	3,414,499
<b>Total</b>	<b>\$ 4,086,137</b>	<b>\$ 218,557</b>	<b>\$ 107,056</b>	<b>\$ 4,411,750</b>

**HINES, JACKSON & HINES**  
CERTIFIED PUBLIC ACCOUNTANTS

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Boyd Carr  
Natchitoches Parish Sheriff  
Natchitoches Parish Detention Center  
299 Edinwa Drive  
Natchitoches, Louisiana 70450

We have audited the general purpose financial statements of the Natchitoches Parish Detention Center proprietary fund of the Natchitoches Parish Sheriff, Natchitoches, Louisiana, as of and for the year ended June 30, 1998, and have issued our report thereon dated August 13, 1998. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the Natchitoches Parish Detention Center's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Natchitoches Parish Detention Center's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

This report is intended for the information of the Natchitoches Parish Sheriff and the Louisiana State Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

**Hines, Jackson & Hines**  
Natchitoches, Louisiana  
August 13, 1998

**MACTECQUES PARISH SHERRIT**  
**MACTECQUES PARISH DISTRICTION CENTER**  
**BOUGHERIBON, LOUISIANA**  
**SUMMARY SCHEDULE OF FINDINGS AND CORRECTIVE**  
**ACTION FOR THE YEAR ENDING JUNE 30, 1999**

**SCHEDULE 1**

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partial)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.



**SCHEDULE 2**

**MATCHTOWNS FRESH START  
MATCHTOWNS PARK REDEVELOPMENT CENTER  
MATCHTOWNS, LOUISIANA  
CONNECTIVE ACTION PLAN FOR CURRENT YEAR ALIEN FINANCIALS  
FOR THE YEAR ENDED JUNE 30, 1998**

<u>Ref. No.</u>	<u>Description of Finding</u>	<u>Correct Action Planned</u>	<u>Name(s) of Control Person(s)</u>	<u>Anticipated Completion Date</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.